

United States Bankruptcy Court  
Middle District of Tennessee

In re:  
Capstone Pediatrics, PLLC  
Debtor

Case No. 19-01971-RSM  
Chapter 11

**CERTIFICATE OF NOTICE**

District/off: 0650-3

User: bmp2450  
Form ID: pdf001

Page 1 of 1  
Total Noticed: 1

Date Rcvd: Jul 20, 2020

Notice by first class mail was sent to the following persons/entities by the Bankruptcy Noticing Center on Jul 22, 2020.

db +Capstone Pediatrics, PLLC, 1420 Donelson Pike Suite B17, Nashville, TN 37217-3015

Notice by electronic transmission was sent to the following persons/entities by the Bankruptcy Noticing Center.  
NONE. TOTAL: 0

\*\*\*\*\* BYPASSED RECIPIENTS \*\*\*\*\*

NONE. TOTAL: 0

Addresses marked '+' were corrected by inserting the ZIP or replacing an incorrect ZIP.  
USPS regulations require that automation-compatible mail display the correct ZIP.

Transmission times for electronic delivery are Eastern Time zone.

**I, Joseph Speetjens, declare under the penalty of perjury that I have sent the attached document to the above listed entities in the manner shown, and prepared the Certificate of Notice and that it is true and correct to the best of my information and belief.**

**Meeting of Creditor Notices only (Official Form 309): Pursuant to Fed. R. Bank. P. 2002(a)(1), a notice containing the complete Social Security Number (SSN) of the debtor(s) was furnished to all parties listed. This official court copy contains the redacted SSN as required by the bankruptcy rules and the Judiciary's privacy policies.**

Date: Jul 22, 2020

Signature: /s/Joseph Speetjens

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**CM/ECF NOTICE OF ELECTRONIC FILING**

The following persons/entities were sent notice through the court's CM/ECF electronic mail (Email) system on July 20, 2020 at the address(es) listed below:

BRUCE ANTHONY SAUNDERS on behalf of Interested Party Cigna Healthcare of Tennessee, Inc.  
tsaunders@wyattfirm.com  
BRUCE ANTHONY SAUNDERS on behalf of Interested Party Connecticut General Life Insurance  
Company tsaunders@wyattfirm.com  
BRUCE ANTHONY SAUNDERS on behalf of Interested Party HealthSpring Life and Health Insurance  
Company, Inc. tsaunders@wyattfirm.com  
DALTON M MOUNGER on behalf of Creditor A-Z Office Resource, Inc. dmounger@dmounger.com  
DANIEL HAYS PURYEAR on behalf of Creditor Newtek Small Business Finance, LLC  
dpuryear@puryearlawgroup.com, paralegalgroup@puryearlawgroup.com  
DANIEL HAYS PURYEAR on behalf of Creditor CDS Business Services, Inc. d/b/a Newtek Business  
Credit dpuryear@puryearlawgroup.com, paralegalgroup@puryearlawgroup.com  
DAVID W HOUSTON, IV on behalf of Debtor Capstone Pediatrics, PLLC dhouston@burr.com,  
mmayes@burr.com  
EMILY CAMPBELL TAUBE on behalf of Debtor Capstone Pediatrics, PLLC etaube@burr.com,  
mmayes@burr.com;sstarr@burr.com  
GREGORY S REYNOLDS on behalf of Creditor SNH Medical Office Properties Trust  
greynolds@rwjplc.com, kbarger@rwjplc.com;lnelson@rwjplc.com  
JOSHUA L BURGNER on behalf of Creditor ARHC GMCLKT01, LLC jburgener@dickinsonwright.com,  
dsolis@dickinsonwright.com;ppardee@dickinsonwright.com  
MATTHEW RYAN GASKE on behalf of Creditor TN Dept of Revenue matthew.gaske@ag.tn.gov  
MEGAN REED SELIBER on behalf of U.S. Trustee US TRUSTEE megan.seliber@usdoj.gov  
MICHAEL G ABELOW on behalf of Creditor SL Airpark, LLC mabelow@srvhlaw.com,  
sdossey@srvhlaw.com  
MICHAEL G ABELOW on behalf of Creditor UnitedHealthcare Insurance Company mabelow@srvhlaw.com,  
sdossey@srvhlaw.com  
MICHAEL G ABELOW on behalf of Creditor SL Airpark II, LLC mabelow@srvhlaw.com,  
sdossey@srvhlaw.com  
MILTON S. MCGEE, III on behalf of Creditor SNH Medical Office Properties Trust  
tmcgee@rwjplc.com, dgibby@rwjplc.com  
NATALIE M. COX on behalf of U.S. Trustee US TRUSTEE natalie.cox@usdoj.gov  
R BURKE KEATY, II on behalf of Creditor LaVon House bkeaty@forthepeople.com,  
jkeaty@forthepeople.com;anosal@forthepeople.com  
RYAN K COCHRAN on behalf of Creditor Four Plus Corporation ryan.cochran@wallerlaw.com,  
chris.cronk@wallerlaw.com;Deborah.liles@wallerlaw.com  
SEAN CHARLES KIRK on behalf of Creditor Fairway-Galt, LLC skirk@bonelaw.com  
THOMAS WORMOUTH SHUMATE, IV on behalf of Creditor Meridian Law, PLLC  
tom.shumate@meridianlawpllc.com  
US TRUSTEE ustpreregion08.na.ecf@usdoj.gov  
WARD W BENSON on behalf of Creditor United States of America on behalf of the Internal  
Revenue Service ward.w.benson@usdoj.gov, Eastern.Taxcivil@usdoj.gov;james.j.wilkinson@usdoj.gov  
WILLIAM L NORTON, III on behalf of Creditor Athenahealth bnorton@abac.com

TOTAL: 24

Dated: 7/20/2020



**IN THE UNITED STATES BANKRUPTCY COURT  
FOR THE MIDDLE DISTRICT OF TENNESSEE  
NASHVILLE DIVISION**

In re:	)	
	)	Case No: 3:19-bk-1971
CAPSTONE PEDIATRICS, PLLC,	)	Chapter 11
	)	Judge Randal S. Mashburn
Debtor.	)	

**ORDER (I) APPROVING THE SALE OF CERTAIN OF THE  
DEBTORS' ASSETS FREE AND CLEAR OF ALL LIENS, CLAIMS,  
ENCUMBRANCES, AND INTERESTS; (II) AUTHORIZING THE ASSUMPTION  
AND ASSIGNMENT OF CERTAIN EXECUTORY CONTRACTS AND  
UNEXPIRED LEASES; (III) EXTENDING POST-PETITION PRIMING LIEN,  
DETERMINING CLAIM AND LIEN PRIORITY IN SALE PROCEEDS, AND  
DIRECTING DISBURSEMENT OF SALE PROCEEDS; AND (IV) GRANTING  
RELATED RELIEF**

Upon consideration of *Debtors' EXPEDITED MOTION FOR ENTRY OF AN ORDER (I) APPROVING BIDDING PROCEDURES FOR THE SALE OF THE DEBTOR'S ASSETS, (II) SCHEDULING BID DEADLINES, AN AUCTION AND SALE, (III) APPROVING THE FORM AND MANNER OF NOTICE THEREOF, (IV) APPROVING CONTRACT ASSUMPTION AND ASSIGNMENT PROCEDURES, (V) EXTENDING POST-PETITION LIEN, DETERMINING CLAIM AND LIEN PRIORITY IN SALE PROCEEDS, AND DIRECTING DISBURSEMENT OF SALE PROCEEDS AND (VI) GRANTING RELATED RELIEF* (Dkt. No. 207) (the "Motion") for entry of an order (this "Order") (i) approving the Sale of substantially all of the Debtor's (as defined below) Assets (as defined below) free and clear of all liens, claims, encumbrances, and other interests (collectively, "Encumbrances") to the fullest extent allowable under section 363(f) of the Bankruptcy Code, except as expressly set forth in the Asset Purchase Agreement; (ii)

authorizing the assumption and assignment of certain executory contracts and unexpired leases pursuant to section 365 of the Bankruptcy Code; and (iii) granting related relief; and the Court having found that it has jurisdiction over this matter pursuant to 28 U.S.C. §§ 157 and 1334; and the Court having found that this is a core proceeding pursuant to 28 U.S.C. § 157(b)(2); and the Court having found that venue of this proceeding and the Motion in this district is proper pursuant to 28 U.S.C. §§ 1408 and 1409; the Court having considered the Motion, the arguments of counsel and the evidence presented at the hearing on the Motion (the “Sale Hearing”) and the entire record; and the Court having found that the Debtor provided due and sufficient notice of the Motion and Sale Hearing and the relief sought in the Motion having been given under the particular circumstances, and it appearing no other or further notice need be provided; and the Court having reviewed the Motion, the filings in support of the Motion, and all objections to the relief sought in the Motion (the “Objections”); and the Court having found that the relief requested in the Motion is in the best interest of the Debtors, their estates, their creditors, and other parties in interest; and after due deliberation and good and sufficient cause appearing for the relief sought in the Motion, it is hereby,

**FOUND AND DETERMINED THAT:**

**I. Determination with Respect to Findings of Fact and Conclusions of Law.**

A. The findings of fact and conclusions of law set forth in this Order constitute the Court’s findings of fact and conclusions of law pursuant to Bankruptcy Rule 7052, made applicable to this case pursuant to Bankruptcy Rule 9014. To the extent any of the following findings of fact constitute conclusions of law, they are hereby adopted as such. To the extent any of the following conclusions of law constitute findings of fact, they are hereby adopted as such.

Any findings of fact or conclusions of law stated by the Court on the record at the Sale Hearing are hereby incorporated, to the extent they are not inconsistent with this Order.

## **II. Successful Bidder; Successful Bid.**

B. On June 29, 2020, the Debtor filed a notice with this Court identifying America Cares Trust (ACT) d/b/a CareNation as the successful bidder (the “Successful Bidder”) for the Assets (as defined in that certain Asset Purchase Agreement (the “Asset Purchase Agreement”), by and between the Debtor Capstone Pediatrics, PLLC as “Seller,” and America Cares Trust (ACT) d/b/a CareNation , as “Buyer,” a copy of which is attached hereto as Exhibit A and is incorporated herein by reference), as the highest or otherwise best bid for the Assets (the “Successful Bid”).

## **III. Jurisdiction, Final Order, and Statutory Predicates.**

C. This Court has jurisdiction to hear and determine the Motion, and over the Debtor, the Debtor’s estates, and the Assets pursuant to 28 U.S.C. §§ 157 and 1334. This is a core proceeding pursuant to 28 U.S.C. § 157(b). Venue in this Court is proper pursuant to 28 U.S.C. §§ 1408 and 1409.

D. The statutory and legal bases for the relief requested in the Motion are sections 105(a), 363(b), 363(f), 363(m), 365, 503, and 507 of title 11 of the United States Code (the “Bankruptcy Code”), Rules 2002, 6004, 6006, 9007, and 9014 of the Federal Rules of Bankruptcy Procedure (the “Bankruptcy Rules”), and Local Rule 9013-1 of the Local Rules of Court for the United States Bankruptcy Court for the Middle District of Tennessee (the “Local Rules”).

E. This Order constitutes a final and appealable order within the meaning of 28 U.S.C. § 158(a). Notwithstanding Rules 6004(h) and 6006(d) of the Bankruptcy Rules, and to any extent

necessary under Rule 9014 of the Bankruptcy Rules and Rule 54(b) of the Federal Rules of Civil Procedure, as made applicable by Bankruptcy Rule 7054, the Court expressly finds that there is no just reason for delay in the implementation of this Order, and expressly directs entry of judgment as set forth in this Order.

F. Following a hearing held on May 26, 2020 (the “Bid Procedures Hearing”), this Court entered the *ORDER (I) APPROVING BIDDING PROCEDURES FOR THE SALE OF THE DEBTOR'S ASSETS, (II) SCHEDULING BID DEADLINES, AN AUCTION AND SALE, (III) APPROVING THE FORM AND MANNER OF NOTICE THEREOF, (V) APPROVING CONTRACT ASSUMPTION AND ASSIGNMENT PROCEDURES, AND (VI) GRANTING RELATED RELIEF* (Dkt. No. 216) (the “Bidding Procedures Order”) on May 27, 2020.

G. Except to the extent assigned in conjunction with the DIP Financing Orders in this case, the Assets constitute property of the Debtor’s estates and title to the Assets is vested in the Debtor’s estates, within the meaning of section 541(a) of the Bankruptcy Code. The Debtor has articulated good and sufficient reasons for this Court to grant the relief requested in the Motion.

#### **IV. Notice of the Sale, Sale Hearing, and Cure Amounts.**

H. As evidenced by the affidavits of service previously filed with the Court, proper, timely, adequate, and sufficient notice of the Motion, Asset Purchase Agreement, Bidding Procedures, Auction, Sale Hearing, and Sale has been provided in accordance with sections 102(1), 363, 364, and 365 of the Bankruptcy Code, Bankruptcy Rules 2002, 4001, 6004, 6006, and 9014, and 9013-1 of the Local Rules. The Debtor has also complied with all obligations to provide notice of the Auction, the Sale Hearing, the Asset Purchase Agreement, and the Sale as required by the Bidding Procedures Order.

I. Actual written notice of the Motion and a reasonable opportunity to object or be heard with respect to the Motion and the relief requested in the Motion have been afforded to the following parties: (a) all parties who have expressed a written interest in some or all of the Assets; (b) all known holders of liens, encumbrances, and other claims secured by the Assets; (c) each governmental agency that is an interested party with respect to the Sale and transactions proposed thereunder; and (d) any party that has requested notice pursuant to Bankruptcy Rule 2002 (collectively, the “Notice Parties”).

J. In accordance with the provisions of the Bidding Procedures Order, the Debtor served the *Notice of Auction and Sale Hearing* Dkt. No. 207 Exhibit 2 (the “Auction and Sale Notice”) on the Notice Parties within three (3) Business Days (or as soon as reasonably practicable thereafter) after the entry the Bidding Procedures Order (the “Mailing Date”), in accordance with Bankruptcy Rules 2002(a) and (c), by first-class mail or, for those parties who have consented to receive notice by Electronic Case Files (“ECF”) system, by ECF (collectively, the “Mailing Notice”).

K. The Auction and Sale Notice also indicated the proposed deadline for objecting to the Sale to the Successful Bidder and the anticipated date and time of the Sale Hearing, and provided notice that the Debtor will seek to assume and assign certain executory contracts to be identified in accordance with the Assumption and Assignment Procedures (as described further below) at the Sale Hearing.

L. In accordance with the Bidding Procedures Order, the Debtor served the *Notice of (I) Cure Amounts With Respect to Executory Contracts and Unexpired Leases to Potentially Be Assumed and Assigned and (II) Potential Assumption and Assignment of Executory Contracts and Unexpired Leases*, Dkt. No. 220 (the “Assignment and Assumption Notice”), on all known

counterparties to executory contracts and unexpired leases that potentially would be assumed and assigned in connection with a sale of the Assets. The Assignment and Assumption Notice specified: (i) each of the Debtors' executory contracts and unexpired leases that may be assumed and assigned in connection with the sale (the "Assumed Contracts"), including the name of each non-Debtor counterparty to such Assumed Contracts (each, an "Assumed Contract Counterparty"); (ii) the proposed amount necessary, if any, to cure all monetary defaults, if any, under the Assumed Contracts (the "Cure Costs"); and (iii) the deadline by which any Assumed Contract Counterparty shall have filed an objection to the Cure Costs or to assumption and assignment of the applicable Assumed Contract. Pursuant to Bankruptcy Rule 6006(c), the Court finds that the service of the Assignment and Assumption Notice was adequate, sufficient, and appropriate under the circumstances and in compliance with the Bidding Procedures Order, and no further or other notice need be given in respect of establishing the Cure Costs. Each Assumed Contract Counterparty has had an opportunity to object to the Cure Costs set forth in the Assignment and Assumption Notice.

M. The Assignment and Assumption Notice provided the Successful Bidder and each Assumed Contract Counterparty with proper notice of the potential assumption and assignment of the Assumed Contracts and any Cure Costs relating thereto, and the procedures established by this Court and undertaken by the Debtors with regard to any Cure Costs satisfy section 365 of the Bankruptcy Code and Bankruptcy Rule 6006.

N. The notices described in paragraphs H through N of this Order were adequate, sufficient, and appropriate under the circumstances, and no other or further notice of the Motion, Sale, the commencement of these Chapter 11 Cases, the Bidding Procedures, Auction, Sale Objection Deadline, assumption and assignment of the Assumed Contracts, or Sale Hearing is

necessary or required. The Auction and Sale Notice provided all interested parties with timely and proper notice of the Sale of the Assets, Bidding Procedures, Bid Deadline, Auction, Sale Objection Deadline, and Sale Hearing.

**V. Arms' Length Transaction; Good Faith Purchaser.**

O. The Asset Purchase Agreement and other documents and instruments related to and connected with the Sale (the "Transaction Documents") were all negotiated and entered into after arms' length, good faith negotiations between Debtor, the Successful Bidder, and their respective counsel and advisors, and without collusion. Neither the Successful Bidder nor any of its affiliates or representatives are insiders of Debtor. None of the Debtor, the Successful Bidder, or their respective representatives engaged in any conduct or acted in any improper manner that would cause or permit the Asset Purchase Agreement, any of the other Transaction Documents or the Sale, to be avoided under section 363(n) of the Bankruptcy Code.

P. Without limiting the foregoing, the Successful Bidder complied with all of the provisions in the Bid Procedures Order, and in proceeding with the Sale, the Successful Bidder did nothing to interfere with the Debtor's ability to seek higher and better offers for the Assets. The consideration provided by the Successful Bidder is fair, adequate and constitutes reasonably equivalent value and fair consideration under the Bankruptcy Code and any other applicable laws of the United States or any of its jurisdictions or subdivisions, including the State of Tennessee.

Q. Accordingly, the Successful Bidder is a "good faith purchaser" as that term is used in section 363(m) of the Bankruptcy Code and is hereby granted all of the protections and benefits provided to a good faith purchaser under such section. Neither the reversal nor modification on appeal of this Order or the authorization contained herein shall affect the validity of the Sale and

the consummation of the transactions contemplated under the Asset Purchase Agreement and other Transaction Documents.

**VI. Highest or Otherwise Best Offer.**

R. The Debtor solicited offers and noticed the Auction in accordance with the provisions of the Bidding Procedures Order. The Auction was duly noticed, the sale process was conducted in a non-collusive manner, and the Debtor afforded a full, fair, and reasonable opportunity for any person or entity to make a higher or otherwise better offer to purchase all or a portion of the Assets.

S. No Qualified Bid for substantially all assets of the Debtor other than the Asset Purchase Agreement was received by the Bid Deadline.

T. The Asset Purchase Agreement constitutes the highest and best offer for the Assets and provides a greater recovery for the Debtor's estates than would be provided by any other available alternative. The Debtors' determination that the Asset Purchase Agreement constitutes the highest and best offer for the Assets constitutes a valid and sound exercise of the Debtors' business judgment.

U. The Asset Purchase Agreement represents a fair and reasonable offer to purchase the Assets, including the Assumed Contracts, under the circumstances of these Chapter 11 Cases. No other person or entity or group of entities has offered to purchase the Assets for greater economic value to the Debtor's estates than the Successful Bidder.

V. Approval of the Motion and the consummation of the transactions contemplated thereby are in the best interests of the Debtor, its estates, creditors of the Debtor's estates, and other parties in interest.

W. The Debtor has demonstrated compelling circumstances and a good, sufficient, and sound business purpose and justification for the Sale outside of a plan of reorganization.

**VII. No Fraudulent Transfer.**

X. The consideration provided by the Successful Bidder pursuant to the Asset Purchase Agreement is fair and adequate and constitutes reasonably equivalent value and fair consideration under the Bankruptcy Code and under the laws of the United States, any state, territory, possession, and the District of Columbia. The Asset Purchase Agreement was not entered into and will not be consummated for the purpose of hindering, delaying or defrauding creditors of the Debtor, and neither the Debtor nor the Successful Bidder have or has entered into the Asset Purchase Agreement or is or are consummating the transactions contemplated thereby with any fraudulent or otherwise improper purpose.

**VIII. Validity of Transfers.**

Y. The Debtor has full corporate power and authority to execute and deliver the Asset Purchase Agreement, the Transaction Documents and all other documents contemplated thereby, and no further consents or approvals are required for the Debtor to consummate the transactions contemplated by the Asset Purchase Agreement, except as otherwise set forth in the Asset Purchase Agreement.

Z. The transfer of the Assets, including the Assumed Contracts, to the Successful Bidder, as of the applicable closing date, will be a legal, valid, and effective transfer of such Assets and will vest the Successful Bidder with all right, title, and interest of the Debtor to the Assets free and clear of all Encumbrances, and other interests accruing, arising, or relating to any time prior to the applicable closing date, except as otherwise set forth in the Asset Purchase Agreement.

**IX. Section 363(f) of the Bankruptcy Code is Satisfied.**

AA. The Sale satisfies section 363(f)(2) of the Bankruptcy Code with respect to the CDS Business Services, Inc. d/b/a Newtek Business Credit (“CDS” or “DIP Lender”) which has properly perfected liens and security interests in all of the Assets, because the CDS expressly consents to the Sale.

BB. No other parties who have liens on or security interests in the Assets filed objections to the Sale being free and clear of Encumbrances. Those holders of Encumbrances who did not object, or who withdrew their objections, to the Sale of the Assets or the Motion are deemed to have consented to the Sale, pursuant to section 363(f)(2) of the Bankruptcy Code.

CC. The Successful Bidder would not have entered into the Asset Purchase Agreement and would not consummated the transactions contemplated thereby if the Sale of the Assets to the Successful Bidder were not, except as otherwise provided in the Asset Purchase Agreement, free and clear of all Encumbrances of any kind or nature whatsoever, or if the Successful Bidder were not free of all successor liability with respect to Debtor’s liabilities, except as expressly assumed in the Asset Purchase Agreement.

**X. Assumption and Assignment of Executory Contracts and Unexpired Leases.**

DD. The assumption and assignment of the Assumed Contracts pursuant to the terms of the Asset Purchase Agreement and this Order is integral to the Asset Purchase Agreement, is in the best interests of the Debtor and its estates, creditors, and other parties in interest, and represents the reasonable exercise of sound and prudent business judgment by the Debtor. Assumed Contracts shall be transferred to, and remain in full force and effect for the benefit of, the Successful Bidder in accordance with their respective terms. The failure of the Debtor or the Successful Bidder to enforce prior to the Closing of the Sale one or more terms or conditions of

the Assumed Contracts shall not be a waiver of such terms or conditions of the Debtor or the Successful Bidder's rights to enforce every term and condition of the Assumed Contracts.

EE. Pursuant to the terms of the Asset Purchase Agreement, the Debtor shall assume and assign to the Successful Bidder each Assumed Contract identified on the Asset Purchase Agreement that is capable of being assumed and assigned. The Successful Bidder shall be solely responsible for the payment of the Cure Costs with respect to the Assumed Contracts specifically identified in the Asset Purchase Agreement. The Successful Bidder shall assume and perform and discharge the Assumed Liabilities, if any, under the Assumed Contracts, including pursuant to any contract or lease assignment agreements, as applicable. The Successful Bidder has provided adequate assurance of its future performance under the Assumed Contracts within the meaning of sections 365(b)(1)(C) and 365(f)(2)(B) of the Bankruptcy Code to any counterparty to an Assumed Contract that requested such assurance and shall have no further obligation to provide assurance of performance to any counterparty, except to the extent of timely-filed objections to such adequate assurance information.

FF. To the extent any provision in any Assumed Contract (a) prohibits, restricts or conditions, or purports to prohibit, restrict or condition, such assumption or assignment (including, without limitation, any "change of control" provision), or (b) is modified, breached, or terminated, or deemed modified, breached, or terminated by (i) the commencement of these Chapter 11 Cases, (ii) the insolvency or financial condition of the Debtor at any time before the closing of these Chapter 11 Cases, (iii) the Debtor's assumption and assignment of such Assumed Contract, or (iv) the consummation of the Sale, then such provisions shall be deemed modified so as to not entitle the non-Debtor party thereto to prohibit, restrict or condition such assumption or assignment, to modify, terminate or declare a breach or default under such

Assumed Contract, or to exercise any other default-related rights or remedies with respect thereto, including, without limitation, any such provision that purports to allow the non-Debtor party thereto to recapture such Assumed Contract, impose any penalty thereunder, condition any renewal or extension thereof, impose any rent acceleration or assignment fee, or increase or otherwise impose any other fees or other charges in connection therewith. For the avoidance of doubt, all foregoing provisions shall be deemed to constitute unenforceable anti-assignment provisions and are void and of no force and effect pursuant to sections 365(b), 365(e), and 365(f) of the Bankruptcy Code.

**XI. Compelling Circumstances Exist for Immediate Sale.**

GG. Given the Debtor's lack of access to funding at the expiration of the DIP Loan Agreement it is essential that the Sale of the Assets occur within the time constraints set forth in the Asset Purchase Agreement. Time is of the essence in consummating the Sale.

HH. Given all of the circumstances of these Chapter 11 Cases and the adequacy and fair value of the Purchase Price, the extension of the DIP Priming Lien to cover the over-advances, as requested in the Motion, CDS' senior lien second only to its DIP Lien, the Sale of the Assets to the Successful Bidder and payment of the proceeds thereof to CDS up to the amount of \$3,628,923.32 constitutes a reasonable and sound exercise of the Debtors' business judgment and should be approved.<sup>1</sup>

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<sup>1</sup> The requested extension of the DIP Lien to cover the over-advances bringing the total of same to \$2,186,939.77 (\$1,509,442.78 in authorized advances plus \$677,496.99 in over advances) is appropriate in this case due in part to the fact that even if the DIP Lien were not extended as requested, the payment of sale proceeds would not satisfy the DIP Lien and no party in interest objected to the request. Moreover, as noted in the Sale Motion, even in the event that the sale proceeds were to exceed the DIP lien without the over-advance added to it, CDS is entitled to the balance of any sale proceeds as the next senior secured creditor by virtue of its senior replacement adequate protection lien in all of Debtor's assets to secure its pre-petition allowed claim of \$1,441,983.55.

II. The Sale does not constitute a *de facto* or *sub rosa* plan of reorganization or liquidation because the Debtor does not propose to (i) impair or restructure existing debt of, or equity interests in, the Debtor, (ii) impair or circumvent voting rights with respect to any plan proposed by the Debtor, (iii) circumvent chapter 11 safeguards, including those set forth in sections 1125 and 1129 of the Bankruptcy Code, or (iv) classify claims or equity interests.

JJ. The consummation of the Sale is legal, valid, and properly authorized under all applicable provisions of the Bankruptcy Code, including, without limitation, sections 105(a), 363(b), 363(f), 363(m), 364, 365(b) and 365(f), and all of the applicable requirements of such sections have been complied with in respect of the Sale.

KK. The terms of the Asset Purchase Agreement, including any amendments, supplements and modifications thereto, are fair and reasonable in all respects.

**IT IS THEREFORE ORDERED, ADJUDGED, AND DECREED THAT:**

**I. General Provisions.**

1. The relief requested in the Motion is GRANTED AND APPROVED as set forth in this Order, and the Sale and payment of the proceeds thereof directly by the Successful Bidder to CDS contemplated thereby is APPROVED.

2. This Court's findings of fact and conclusions of law set forth in the Bidding Procedures Order and above are fully incorporated into this Order by reference.

3. Notice of the Motion, the Sale Hearing, the Bidding Procedures, Sale Objection Deadline, assumption and assignment of the Assumed Contracts, the Auction and the Sale, including, without limitation, the Auction and Sale Notice, the Mailing Notice, and the Assignment and Assumption Notice was adequate, fair, and equitable under the circumstances and complied in all respects with section 102(1) of the Bankruptcy Code, Bankruptcy Rules 2002, 4001, 6004,

and 6006. All Objections or the relief requested in the Motion (except the objection filed by United Healthcare Insurance Company, which will be addressed at a future hearing date) that have not been withdrawn, waived or settled as announced to the Court at the Sale Hearing or by stipulation filed with the Court, and all reservations of rights included therein, are hereby overruled on the merits or have been otherwise satisfied or adequately provided for pursuant to this Order.

## **II. Approval of the Asset Purchase Agreement.**

4. The Asset Purchase Agreement and the terms and conditions thereof are hereby APPROVED, and the Debtor is authorized and directed to enter into all Transaction Documents and such other ancillary documents consistent with the terms hereof and in furtherance thereof.

5. Pursuant to section 363(b) of the Bankruptcy Code, the Debtor is authorized and directed to take any and all actions necessary or appropriate to (a) consummate the Sale of the Assets to the Successful Bidder pursuant to and in accordance with the terms and conditions of the Asset Purchase Agreement, (b) close the Sale as contemplated in the Asset Purchase Agreement and this Order, (c) execute and deliver, close, perform under, consummate, and implement the Asset Purchase Agreement, together with all Transaction Documents and other ancillary documents that may be reasonably necessary or desirable to implement the Asset Purchase Agreement and the Sale or as may be reasonably necessary or appropriate to the performance of the obligations as contemplated by the Asset Purchase Agreement and such Transaction Documents, and (d) remit all sale proceeds up to \$3,628,923.32 to CDS in accordance with the Asset Purchase Agreement to the extent not paid directly by the Successful Bidder as required under the Asset Purchase Agreement.

6. This Order shall be binding in all respects upon the Debtor, its estate, all holders of equity interests in the Debtor, all holders of any Claim(s) (as defined in the Bankruptcy Code)

against the Debtor, whether known or unknown, any holders of Encumbrances on all or any portion of the Assets, including, without limitation, the IRS, all Assumed Contract Counterparties, the DIP Lender, the Successful Bidder, all successors and assigns of the Successful Bidder, any other bidders for the Assets, any trustees, if any, subsequently appointed in these Chapter 11 Cases or upon a conversion to chapter 7 under the Bankruptcy Code of the Debtor's case. This Order and the Asset Purchase Agreement shall inure to the benefit of the Debtor, its estate, its creditors, (specifically including CDS as the intended third party beneficiary thereof), the Successful Bidder, and each of their successors and assigns. Nothing contained in any plan of reorganization or liquidation or order of any type or kind entered in this Chapter 11 Case or any subsequent chapter 7 or chapter 11 case for the Debtor or any related proceedings subsequent to the entry of this Order shall directly conflict with or derogate from the provision of the Asset Purchase Agreement or the terms of this Order.

### **III. Good Faith Purchaser.**

7. The transactions contemplated by and consummated under the Asset Purchase Agreement and the Transaction Documents were undertaken by the Successful Bidder, without collusion and in good faith and at arms-length, as that term is defined in sections 363(m) and 364(e) of the Bankruptcy Code, as applicable. The Asset Purchase Agreement was not entered into and will not be consummated for the purpose of hindering, delaying or defrauding creditors of the Debtor, and neither the Debtor nor the Successful Bidder have or has entered into the Asset Purchase Agreement or is or are consummating the transactions contemplated thereby with any fraudulent or otherwise improper purpose.

8. The Successful Bidder is a good faith buyer within the meaning of section 363(m) of the Bankruptcy Code and, as such, is entitled to the full protections of section 363(m) of the

Bankruptcy Code. Accordingly, the reversal or modification on appeal of the authorization provided herein to consummate the Sale of the Assets shall not affect the validity of the Sale (including the assumption and assignment of the Assumed Contracts), unless such authorization and such Sale are duly stayed pending such appeal. The Asset Purchase Agreement and the transactions contemplated thereby cannot be avoided under section 363(n) of the Bankruptcy Code. The Debtor, the Successful Bidder and any other third parties have not engaged in any conduct that would cause or permit the Asset Purchase Agreement or the consummation of the transactions contemplated thereby to be avoided, or costs or damages to be imposed, under section 363(n) of the Bankruptcy Code.

**IV. Highest or Otherwise Best Offer.**

9. The Debtor solicited offers and noticed the Auction in accordance with the provisions of the Bidding Procedures Order. The Auction was duly noticed, the Sale and sale process was conducted in a non-collusive manner, and the Debtor afforded a full, fair, and reasonable opportunity for any person or entity to make a higher or otherwise better offer to purchase all or a portion of the Assets. No other Qualified Bid for substantially all assets was received by the Bid Deadline.

10. The Asset Purchase Agreement constitutes the highest or otherwise best offer for the Assets and will provide a greater recovery for allowed claims of the Debtor's estate in order of priority than would be provided by any other available alternative. The Debtor's determination that the Asset Purchase Agreement constitutes the highest or best offer for the Assets constitutes a valid and sound exercise of the Debtor's business judgment. CDS' insistence that the sale proceeds be paid directly to it is appropriate, given that CDS has the senior security interests in all assets being sold, will not be paid in full, and without CDS' consent the sale could not proceed.

11. In addition, the Asset Purchase Agreement represents a fair and reasonable offer to purchase the Assets, including the Assumed Contracts, under the circumstances of these Chapter 11 Cases. The Debtors have demonstrated compelling circumstances and a good, sufficient, and sound business purpose and justification for the Sale outside of a plan of reorganization, and the payment of the proceeds directly to the DIP Lender. Accordingly, the Motion is hereby APPROVED and the consummation of the transactions contemplated thereby, including the Asset Purchase Agreement and the Transaction Documents are in the best interests of the Debtor, its estates, creditors of the Debtor's estate, and other parties in interest.

**V. Transfer of Assets Free and Clear of All Encumbrances.**

12. Pursuant to sections 105(a), 363(b), 363(f), 365(b), and 365(f) of the Bankruptcy Code, the Debtor is authorized and directed to transfer the Assets on the Closing Date (as defined in the Asset Purchase Agreement). The Assets shall be transferred to the Successful Bidder upon and as of the Closing Date, and such transfer shall constitute a legal, valid, binding and effective transfer of the Assets and, upon the Debtor's receipt of the Purchase Price. Upon the Closing, the Successful Bidder shall take title to and possession of the Assets. All sale proceeds up to \$3,628,923.32 shall be paid directly to CDS, which amount shall not include cure costs, subject to its obligations under the carve-outs set forth in the Final and Amended Dip Orders [ Docs. 104 and 204]. All other Encumbrances shall attach to any excess proceeds with the same validity, priority, force, and effect that they now have as against the Assets, subject to any claims and defenses the Debtor and its estate may possess with respect thereto.

13. The Sale of the Assets to the Successful Bidder and the sale and assumption and assignment of the Assumed Contracts to the Successful Bidder, shall be, except as otherwise provided in the Asset Purchase Agreement and this Order, free and clear of all Encumbrances.

The Assets shall not be subject to any claims or interests allowed in these Chapter 11 Cases, including, without limitation, any claims allowed under sections 361, 362, 363, 364, 365, 502, 503, 506, or 507 of the Bankruptcy Code, nor shall the Assets be subject to a surcharge or “carve out” that is otherwise agreed to or approved in these Chapter 11 Cases. For the avoidance of doubt and without limiting anything in this Order, the Sale shall be free and clear of any successor liability to the Successful Bidder for any of the Debtor’s liabilities, except for the Assumed Liabilities set forth in the Asset Purchase Agreement.

14. On the Closing Date, each holder of an Encumbrance (not including the Internal Revenue Service) is authorized and directed to execute such documents and take all other actions as may be deemed by the Successful Bidder to be necessary or desirable to release its Encumbrances on the Assets, as provided for in this Order, as such Encumbrances may have been recorded or may otherwise exist.

15. All persons and entities that are in possession of some or all of the Assets on the Closing Date are directed to surrender possession of such Assets to the Successful Bidder or at Closing.

16. A certified copy of this Order may be filed with the appropriate clerk and/or recorded with the appropriate recorder to cancel any Encumbrances of record.

17. If any person or entity (not including the Internal Revenue Service) that has filed statements or other documents or agreements evidencing Encumbrances on all or any portion of the Assets shall not have delivered to the Successful Bidder prior to the Closing, in proper form for filing and executed by the appropriate parties, termination statements, instruments of satisfaction, releases of Encumbrances and any other documents necessary or desirable to the Successful Bidder for the purpose of documenting the release of all Encumbrances, which the person or entity has or

may assert with respect to all or any portion of the Assets, the Debtor is hereby authorized and directed, and the Successful Bidder is hereby authorized, to execute and file such statements, instruments, releases and other documents on behalf of such person or entity with respect to the Assets.

**VI. Executory Contracts and Unexpired Leases.**

18. The Debtor is authorized and directed to assume and sell and assign the Assumed Contracts to the Successful Bidder free and clear of all Encumbrances. With respect to each Assumed Contract, the payment of the applicable Cure Cost (if any) shall (a) effect a cure of all monetary defaults existing thereunder as of the Closing Date, (b) compensate the applicable Assumed Contract Counterparty for any actual pecuniary loss resulting from such default, and (c) together with the assumption of the Assumed Contracts by the Successful Bidder, constitute adequate assurance of future performance thereof. Other than any Cure Cost, the Successful Bidder shall not be liable for any amounts owed prior to the Closing Date under any Assumed Contract. As of the Closing Date, the Successful Bidder shall be deemed to have acquired and assumed the Assumed Contracts pursuant to sections 363 and 365(f) of the Bankruptcy Code. The assignment by the Debtor of such Assumed Contracts shall not be a default thereunder, and the Successful Bidder is entitled to the protections afforded under section 363(m) of the Bankruptcy Code with respect thereto.

19. Any provision in or effect of any Assumed Contract that prohibits or conditions the assignment of such Assumed Contract or allows the party to such Assumed Contract to terminate, recapture, impose any penalty, condition or renewal or extension or modify any term or condition upon the assignment of such Assumed Contract constitutes an unenforceable anti-assignment provision that is void and of no force and effect pursuant to section 365(f) of the

Bankruptcy Code. All other requirements and conditions under sections 363 and 365 of the Bankruptcy Code for the assumption by the Debtor and assignment to the Successful Bidder of the Assumed Contracts have been satisfied, and such assumption and assignment shall not constitute a default thereunder. Upon Closing and the payment of the required Cure Costs, in accordance with sections 363 and 365 of the Bankruptcy Code, the Successful Bidder shall be fully and irrevocably vested with all right, title and interest of the Debtor under each Assumed Contract.

20. Upon the Closing and the payment of the Cure Costs applicable to any Assumed Contract, the Successful Bidder shall be deemed to be substituted for the Debtor as a party to such Assumed Contract, and the Debtor shall be relieved, pursuant to section 365(k) of the Bankruptcy Code, from any further liability to the Assumed Contract Counterparties under such Assumed Contracts.

21. Upon the Closing and the payment of the applicable Cure Costs, if any, the Assumed Contracts shall remain in full force and effect, and no default shall exist thereunder nor shall there exist any event or condition which, with the passage of time or giving of notice, or both, would constitute such a default.

22. There shall be no rent accelerations or increases, assignment fees, deposits, increases or any other fees charged to the Successful Bidder or the Debtor as a result of the assumption and assignment (including any change in control) of the Assumed Contracts.

23. Pursuant to sections 105(a), 363 and 365 of the Bankruptcy Code, all Assumed Contract Counterparties are forever barred and permanently enjoined from raising or asserting against the Debtor, its estate, the Successful Bidder, or any of their respective successors and assigns any increased rent or fees, assignment fee, default, breach or claim or pecuniary loss or

condition to assignment, arising under or related to the Assumed Contracts existing as of each applicable closing date or arising by reason of these Chapter 11 Cases or the Closing.

24. All counterparties to an Assumed Contract shall cooperate and expeditiously execute and deliver, upon the reasonable requests of the Successful Bidder, and shall not charge the Debtor or the Successful Bidder for any instruments, applications, consents, or other documents which may be required or requested by any public or quasi-public authority or other party or entity to effectuate the applicable transfers of the Assumed Contracts in connection with the Sale. Nothing in this Order or any other document is or shall be deemed an admission by the Debtor that any contract or Assumed Contract is an executory contract or unexpired lease or must be assumed and assigned pursuant to the Asset Purchase Agreement in order to consummate the Sale.

## **VII. Miscellaneous.**

25. Except as otherwise provided in this Order and to the maximum extent available under applicable law and to the extent provided for under the Asset Purchase Agreement, the Successful Bidder shall be authorized, as of the Closing Date, to operate under any license, permit, registration and governmental authorization or approval of the Debtor with respect to the Assets, including the Assumed Contracts and, to the maximum extent available under applicable law and to the extent provided for under the Asset Purchase Agreement, all such licenses, permits, registrations and governmental authorizations and approvals are deemed to have been transferred to the Successful Bidder as of the Closing Date. All existing licenses or permits applicable to the Assets shall remain in place for the Successful Bidder's benefit until either new licenses and permits are obtained or existing licenses and permits are transferred in accordance with applicable administrative procedures. To the extent provided by section 525 of the Bankruptcy Code, no

governmental unit may revoke or suspend any grant, permit, or license relating to the operation of the Assets sold, transferred or conveyed to the Successful Bidder on account of the filing or pendency of these Chapter 11 Cases or the consummation of the Sale.

26. The transfer of the assets to the Successful Bidder pursuant to the Asset Purchase Agreement does not require any consents other than as specifically provided for in the Asset Purchase Agreement.

27. Except for the Assumed Liabilities with respect to the Successful Bidder, the Successful Bidder shall not have any liability for any obligation of the Debtor arising under or related to any of the Assets, including the Assumed Contracts. Without limiting the generality of the foregoing, the Successful Bidder shall not be liable for any Claims against the Debtor or any of their predecessors or affiliates. By virtue of the Sale, the Successful Bidder and its respective affiliates, successors and assigns shall not be deemed or considered to (a) be a legal successor or otherwise be deemed a successor to any of the Debtor, (b) have, de facto or otherwise, merged with or into the Debtor, or (c) be a continuation or substantial continuation, or be holding itself out as a mere continuation, of the Debtor or its estate, businesses or operations, or any enterprise of the Debtor, in each case by any law or equity, and the Successful Bidder has not assumed nor is it in any way responsible for any liability or obligation of the Debtor or the Debtor's estate, except with respect to the Assumed Liabilities with regard to the Successful Bidder. The Successful Bidder shall have no successor or vicarious liabilities of any kind or character, including, but not limited to, any theory of antitrust, environmental, successor or transferee liability, labor law, *de facto* merger or substantial continuity, whether known or unknown as of the closing date, now existing or hereafter arising, whether fixed or contingent, with respect to the Debtor or any obligations of the Debtor arising prior to the Closing Date, including, but not

limited to, liabilities on account of any taxes arising, accruing or payable under, out of, in connection with, or in any way relating to the operation of any of the Assets prior to the Closing.

28. Pursuant to Bankruptcy Rules 4001, 6004(h), 6006(d), 7062, and 9014, this Order shall be effective immediately upon its entry, and the Debtor and the Successful Bidder are authorized to close the Sale immediately. Notwithstanding the provisions of Bankruptcy Rule 6004 or any applicable provisions of the Local Rules, this Order shall not be stayed for fourteen (14) days after the entry hereof, but shall be effective and enforceable immediately upon entry, and the fourteen (14) day stay provided in such rules is hereby expressly waived and shall not apply. Any party objecting to this Order must exercise due diligence in filing an appeal and pursuing a stay within the time prescribed by law and prior to the Closing Date, or risk its appeal will be foreclosed as moot. No bulk sales law or any similar law of any state or other jurisdiction applies in any way to the Sale.

29. The failure specifically to include any particular provision of the Asset Purchase Agreement in this Order shall not diminish or impair the effectiveness of such provision, it being the intent of the Court that the Asset Purchase Agreement be authorized and approved in its entirety.

30. The Asset Purchase Agreement, the Transaction Documents and any related agreements, documents, or other instruments may be modified, amended, or supplemented by the parties thereto and in accordance with the terms thereof, without further order of the Court, provided that any such modification, amendment, or supplement does not have a material adverse effect on the Debtor's estate, CDS or on the interests of the Successful Bidder.

31. All time periods set forth in this Order shall be calculated in accordance with Bankruptcy Rule 9006(a).

32. To the extent that this Order is inconsistent with any prior order or pleading with respect to the Motion filed in these Chapter 11 Cases, the terms of this Order shall govern.

33. The provisions of this Order and the Asset Purchase Agreement and any actions taken pursuant hereto or thereto shall survive entry of any order which may be entered (a) confirming or consummating any plan of reorganization of the Debtor, (b) converting these Chapter 11 Case from chapter 11 to chapter 7 of the Bankruptcy Code, (c) dismissing the case, or (d) pursuant to which this Court abstains from hearing this case.

34. The Court shall retain jurisdiction to, among other things, interpret, implement and enforce the terms and provisions of this Order, the Asset Purchase Agreement, and all amendments thereto and any releases, waivers, and consents hereunder and thereunder, and each of the agreements executed in connection therewith to which the Debtor is a party or which has been assigned by the Debtor to the Successful Bidder and to adjudicate, if necessary, any and all disputes concerning or relating in any way to any of the foregoing, including any disputes that may arise among the Debtor, the Successful Bidder, CDS and any counterparties to the Assumed Contracts. So long as the these Chapter 11 Cases are not closed (or, if closed but then reopened), the Court shall retain jurisdiction to enforce the rights of the Successful Bidder described in this Order, in the event that after the closing date any third parties attempt to or actually interfere with such rights of any Successful Bidder, even if the Debtor is not directly involved or named in any such actions or disputes between the Successful Bidder and such third parties.

*This order was signed and entered electronically as indicated at the top of the first page.*

Approved for entry:

/s/ David W. Houston, IV

David W. Houston, IV, No. 20802

Emily C. Taube, No. 19323

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[Counsel for Capstone Pediatrics, PLLC](#)

**EXHIBIT A**

**Asset Purchase Agreement**

See attached.

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**ASSET PURCHASE AGREEMENT**

**DATED AS OF JULY 8, 2020**

**BY AND AMONG**

**AMERICA CARES TRUST (ACT) DBA CARENATION, AS BUYER**

**AND**

**CAPSTONE PEDIATRICS, PLLC, AS SELLER**

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# ASSET PURCHASE AGREEMENT

This Asset Purchase Agreement (this “**Agreement**”), dated as of July 8, 2020 (the “**Agreement Date**”), is entered into by and between Capstone Pediatrics, PLLC, a Tennessee professional limited liability company (“**Seller**”) and America Cares Trust (ACT) dba CareNation, a Tennessee nonprofit corporation (“**Buyer**”). Seller and Buyer are together referred to as the “**Parties**,” and each individually as a “**Party**”.

## RECITALS

**WHEREAS**, as is set forth in detail on Exhibit A hereto, Seller, as of the Agreement Date, owns and operates three (3) locations, each of which provide pediatric care medical services to pediatric patients (collectively, the “**Practice**”);

**WHEREAS**, Seller filed a voluntary petition (the “**Bankruptcy Case**”) pursuant to Chapter 11 of the Bankruptcy Code in the United States Bankruptcy Court for the Middle District of Tennessee (the “**Bankruptcy Court**”) on March 28, 2019. Seller is operating as a debtor-in-possession under Sections 1107 and 1108 of the Bankruptcy Code. The Chapter 11 case is being administered under Case No. 3:19-bk-01971;

**WHEREAS**, Seller has determined that it is in its best interests to sell the Practice via the sale of certain assets thereof, and Buyer desires to purchase the Practice via purchase of those certain assets, on the terms and conditions stated herein, subject to the approval of the Bankruptcy Court;

**WHEREAS**, the Parties acknowledge and agree that, CDS Business Services, Inc. d/b/a Newtek Business Credit (“**CDS**”), being the senior secured lender in all assets to be sold herein and whose debt will not be satisfied by said sale, has the right to block any proposed sale and is therefore the intended third party beneficiary of all rights, benefits and remedies obtained by Seller hereunder; and

**WHEREAS**, in accordance with the Bidding Procedures, as well as Sections 105, 363, and 364 and other applicable provisions of the Bankruptcy Code and the Bankruptcy Rules, and subject to the terms and conditions set forth in this Agreement and the entry of the Sale Order, Seller desires to sell to Buyer all of the Acquired Assets and to assign to Buyer all of the Assumed Liabilities, Buyer desires to purchase from Seller all of the Acquired Assets and assume all of the Assumed Liabilities, and the Parties intend to effectuate the transactions contemplated by this Agreement, and to ensure that the entirety of the Purchase Price is to be paid to CDS, and to ensure that CDS is afforded all rights, benefits and remedies of Seller upon the terms and conditions hereinafter set forth;

**NOW, THEREFORE**, in consideration of the promises, covenants, representations and warranties hereinafter set forth, the Parties agree as follows:

## ARTICLE I DEFINITIONS

The following terms have the meanings specified or referred to in this ARTICLE I:

“**Accounts Receivable**” means all accounts, notes, interest and other receivables of Seller of any kind, and all claims, rights, interests and proceeds related thereto, generated or accrued before the Closing Date, billed and unbilled, recorded and unrecorded (including any accounts previously written off or

charged off as bad debts), whether payable by any source, including, but not limited to the right to receive an amount equal to the value of all accounts receivable arising from the rendering of services and provision of medicine, drugs and supplies to patients of the Practice relating to Medicare, Medicaid, TRICARE and other third party patient claims of Seller due from beneficiaries or governmental third parties including, without limitation, Seller's rights to PCMH payments in which Seller is vested, generated or accrued prior to Closing.

**"Actions"** means any pending claim, cause of action, litigation, action, suit, arbitration, proceeding, or right in action that has been brought by any Person.

**"Acquired Assets"** has the meaning set forth in Section 2.01.

**"Affiliate"** or **"Affiliates"** means, with respect to any Person, (a) any Person that directly or indirectly through one or more intermediaries controls, is controlled by or is under common control with such Person, (b) any officer, director, general partner, member, manager or trustee of such Person, or (c) any Person who is an officer, director, general partner, member, manager or trustee of any Person described in clauses (a) or (b) of this definition.

**"Agreement"** has the meaning set forth in the Preamble to this Agreement.

**"Agreement Date"** has the meaning set forth in the Preamble to this Agreement.

**"Alternative Transaction"** has the meaning set forth in Section 6.05(c) of this Agreement.

**"Ancillary Transaction Documents"** means each of the other agreements and documents to be executed and delivered by any of the Parties in connection with the transactions contemplated by this Agreement.

**"Approval"** means any approval, authorization, consent, notice, qualification or registration, or any extension, modification, amendment or waiver of any of the foregoing, of or from, or any notice, statement, filing or other communication to be filed with or delivered to, any Governmental Authority.

**"Approved Collateralized Obligations"** has the meaning set forth in the Cash Collateral Order.

**"Assets"** means any or all of the assets or equity interests held by Seller, which with the exceptions discussed herein, may be offered for sale through the Bidding Procedures Order.

**"Assumed Contracts"** has the meaning set forth in Section 2.05(a)(i) of this Agreement.

**"Assumed Liabilities"** has the meaning set forth in Section 2.03 of this Agreement.

**"Assumption Agreement"** has the meaning set forth in Section 3.02(a)(ii) of this Agreement.

**"Auction"** shall have the meaning set forth in the Bidding Procedures Order.

**"Available Contracts"** has the meaning set forth in Section 2.05(a)(i) of this Agreement.

**"Avoidance Action"** means any claim, right or cause of action of Seller arising under Chapter 5 of the Bankruptcy Code and any analogous state law claims relating to the Acquired Assets or the Business.

“**Bankruptcy Case**” has the meaning set forth in the Recitals to this Agreement.

“**Bankruptcy Code**” means Title 11 of the United States Code, Sections 101, *et. seq.*

“**Bankruptcy Court**” has the meaning set forth in the Recitals to this Agreement.

“**Bankruptcy Rules**” means the Federal Rules of Bankruptcy Procedure.

“**Bid Deadline**” has the meaning set forth in the Bidding Procedures.

“**Bidding Procedures**” means bid procedures set forth in the Bidding Procedures Order .

“**Bidding Procedures Order**” means the Order of the Bankruptcy Court attached hereto as Exhibit B, entered by the Bankruptcy Court on May 27, 2020 [Doc 216].

“**Business**” means the business and operations of Seller (wherever such business and operations are situated or conducted) related to the Acquired Assets, including the business and operations related to the Practice and the ownership of facilities where these services are rendered.

“**Business Day**” means any day except Saturday, Sunday or any other day on which commercial banks located in Nashville, Tennessee are authorized or required by Law to be closed for business.

“**Buyer**” has the meaning set forth in the Preamble to this Agreement.

“**Buyer’s Subsidiary**” has the meaning set forth in Section 10.05 of this Agreement.

“**Capstone**” has the meaning set forth in the Preamble to this Agreement.

“**Cash Collateral**” has the meaning set forth in the Cash Collateral Order.

“**Cash Collateral Order**” means the Interim Agreed Order Granting Debtor’s Motion to Provide Adequate Assurance to Utilities (1) Authorizing the Debtor to Obtain Post-Petition Financing on a Senior Secured Superpriority Basis, (2) Authorizing Use of Cash Collateral and Granting Adequate Protection, (3) Setting and Prescribing Form and Manner of Notice for Final Hearing and (4) Granting Related Relief [Doc 50], as may be further extended or amended.

“**CDS**” means CDS Business Services, Inc., d/b/a Newtek Business Credit, the debtor-in-possession lender in the Bankruptcy Case, with the senior secured lien in all assets of Seller contemplated to be sold in this Agreement, and the intended third party beneficiary of the entirety of the Purchase Price to be paid herein, subject only to such applicable remaining carve-outs as may exist under the Bankruptcy Code and in any financing orders entered by the Bankruptcy Court.

“**Certificate of Need**” means a written statement issued by a Governmental Authority evidencing community need for a new, converted, expanded, relocated, or otherwise significantly modified health care facility or health service.

“**Change of Ownership**” or “**CHOW**” has the meaning in Section 6.06 of this Agreement.

“**Claim**” means a “claim” as defined in Section 101(5) of the Bankruptcy Code, against Seller.

**“Closing”** has the meaning set forth in Section 3.01 of this Agreement.

**“Closing Date”** has the meaning set forth in Section 3.01 of this Agreement:

**“CMS”** means the Center for Medicare and Medicaid Services.

**“Code”** means the Internal Revenue Code of 1986, as amended, and the Treasury Regulations promulgated thereunder.

**“Contract”** means any legally binding oral or written commitment, contract, license, sublicense or other agreement or arrangement of any kind relating to the Assets and the Practice or the operation thereof to which Seller or any of its Affiliates is a party or by which any of the Assets are bound.

**“Cure Amounts”** means all monetary liabilities, including pre-petition monetary liabilities, of Seller that must be paid or otherwise satisfied to cure all of Seller’s monetary defaults under the Assumed Contracts pursuant to Section 365 of the Bankruptcy Code at the time of assumption thereof and assignment to Buyer as provided hereunder as such amounts are determined by the Bankruptcy Court or approved pursuant to the assignment and assumption procedures provided for in the Bidding Procedures Order.

**“Cure Costs”** means all monetary liabilities, including pre-petition monetary liabilities, of Seller that must be paid or otherwise satisfied to cure all of Seller’s monetary defaults under the Assumed Contracts pursuant to Section 365 of the Bankruptcy Code at the time of the assumption thereof and assignment to Buyer as provided hereunder as such amounts are determined by the Bankruptcy Court or approved pursuant to the assignment and assumption procedures provided for in the Bidding Procedures Order.

**“Data Room”** means the electronic documentation site established by Chiron Advisory Services LLC on behalf of Seller containing the documents set forth in the index included in the Disclosure Schedules.

**“Deposit”** has the meaning set forth in Section 2.07(a) of this Agreement.

**“Determination Date”** has the meaning set forth in Section 2.05(a)(i) of this Agreement.

**“Disclosure Schedules”** means the disclosure schedules attached hereto, dated as of the date hereof, delivered or made available by Seller to Buyer in connection with the execution of this Agreement, as the same may be supplemented and amended pursuant to Section 6.03 of this Agreement.

**“Effective Time”** has the meaning set forth in Section 3.01 of this Agreement.

**“Employee”** means any individual employed by Seller on either a full-time or part-time basis in the operations of the Practice between the Agreement Date and the Closing Date.

**“Employee Benefit Plan”** has the meaning set forth in Section 4.08 of this Agreement.

**“Encumbrance”** means any “interest” as that term is used in Section 363(f) of the Bankruptcy Code, mortgage, deed of trust, pledge, security interest, encumbrance, easement, condition, reservation, Lien (statutory or otherwise), mechanics Lien, Claim, covenant, encroachment, lease, right of use or

possession, or other similar third-party interest, or other survey defect, charge, hypothecation, deemed trust, action, easement, right-of-way or covenant on real property, other than any license of Intellectual Property, whether imposed by Contract, Legal Requirement, equity or otherwise.

“**ERISA**” means the Employee Retirement Income Security Act of 1974, as amended, and including all regulations and published interpretations thereunder.

“**Excluded Assets**” has the meaning set forth in Section 2.02 of this Agreement.

“**Excluded Benefits**” has the meaning set forth in Section 2.04(c) of this Agreement.

“**Excluded Contracts**” has the meaning set forth in Section 2.05(a)(i) of this Agreement.

“**Excluded Liabilities**” has the meaning set forth in Section 2.04 of this Agreement.

“**Extended Contract Period**” has the meaning set forth in Section 2.05(a)(i) of this Agreement.

“**Final Order**” means a judgment or Order of the Bankruptcy Court (or any other court of competent jurisdiction) entered by the clerk of the Bankruptcy Court (or such other court) on the docket in the Bankruptcy Case (or the docket of such other court), which has not been modified, amended, reversed, vacated or stayed (other than such modifications or amendments that are consented to by Buyer) and as to which (a) the time to appeal, petition for certiorari, or move for a new trial, stay, reargument or rehearing has expired and as to which no appeal, petition for certiorari or motion for new trial, stay, reargument or rehearing shall then be pending or (b) if an appeal, writ of certiorari, new trial, stay, reargument or rehearing thereof has been sought, such Order or judgment of the Bankruptcy Court (or other court of competent jurisdiction) shall have been affirmed by the highest court to which such order was appealed, or certiorari shall have been denied, or a new trial, stay, reargument or rehearing shall have expired, as a result of which such Action or Order shall have become final in accordance with Bankruptcy Rule 8002; provided that the possibility that a motion under Rule 60 of the Federal Rules of Civil Procedures, or any analogous rule under the Bankruptcy Rules, may be filed relating to such Order, shall not cause an Order not to be a Final Order.

“**Financial Statements**” means the income statement, balance sheet and statement of cash flows, all prepared in accordance with historical past practices.

“**Governmental Authority**” means any government or any agency, bureau, board, directorate, commission, court, department, official, political subdivision, tribunal or other instrumentality of any government, whether federal, state or local, domestic or foreign, and any self-regulatory organization.

“**Hazardous Materials**” any chemicals, pollutants, petroleum, petroleum products or oil, infectious waste material, medical waste, human tissue, syringes, needles, any material contaminated with bodily fluids of any type, character or nature, friable asbestos, toxic mold and poly-chlorinated biphenyls.

“**Insurance Policies**” has the meaning set forth in Section 4.06(a) of this Agreement.

“**Intellectual Property**” has the meaning set forth in Section 2.01(j) of this Agreement.

“**Interim Period**” has the meaning set forth in Section 6.02(b) of this Agreement.

**“Inventory”** means all usable inventory and supplies held or used by Seller in the Practice.

**“Knowledge of Seller”** or **“Seller’s Knowledge”** or any other similar knowledge qualification, means the actual knowledge of those Persons listed on Exhibit C.

**“Law”** means any constitutional provision, statute, law, rule, regulation, code, ordinance, resolution, Order, ruling, promulgation, policy, treaty directive, interpretation, or guideline adopted or issued by any Governmental Authority.

**“Legal Requirements”** means any federal, state, provincial, local, municipal, foreign, international, or multinational law (statutory, common or otherwise), constitution, treaty, convention, ordinance, equitable principle, code, rule, regulation or Order enacted, adopted, promulgated, issued or applied by any Governmental Authority or other similar authority.

**“Lease”** has the meaning set forth in the definition of **“Leased Real Property.”**

**“Leased Real Property”** means the interests in real property let, leased or subleased by Seller, as tenant, subtenant, lessee or sublessee, or in which a Seller has been granted a possessory interest or right to use or occupy all or any portion of the same (the **“Lease”** or **“Leases”**).

**“Liability”** or **“Liabilities”** means any direct or indirect obligation, duty or liability, whether known or unknown, absolute or contingent, accrued or unaccrued, liquidated or unliquidated, matured or unmatured or otherwise.

**“Lien”** or **“Liens”** means any mortgage, deed of trust, pledge, hypothecation, assignment, encumbrance, lien (statutory or other) or preference, priority, right, easement, covenant, restriction, title defect, lease, encroachment, or other survey defect, security interest, Liability, obligation, preferential arrangement, or encumbrance of any kind or nature whatsoever.

**“Material Adverse Effect”** means any event, circumstance, fact, state of facts, occurrence, result, change or effect that individually or in the aggregate is, or would reasonably be likely to have, a material adverse effect on the Acquired Assets, the Practice and/or Seller’s financial condition, results of operations and/or prospects.

**“Medicaid”** means that certain program of medical assistance, funded jointly by the federal government and the States, for impoverished individuals who are aged, blind and/or disabled, and/or members of families with dependent children, which program is more fully described in Title XIX of the Social Security Act (42 U.S.C. §§ 1396 et seq.) and the regulations promulgated thereunder.

**“Medicare”** means that certain federal program providing health insurance for eligible elderly and other individuals, under which physicians, hospitals, skilled Facilities, home health care and other providers are reimbursed for certain covered services they provide to the beneficiaries of such program, which program is more fully described in Title XVIII of the Social Security Act (42 U.S.C. §§ 1395 et seq.) and the regulations promulgated thereunder.

**“Net Profit”** means EBIDTA of Buyer (earnings before interest, taxes and depreciation and amortization) related to the Business of the Practice acquired.

**“Net Profit Payment”** has the meaning set forth in Section 2.03(f) of this Agreement.

**“Order”** means any judgment, order, writ, injunction, decree, determination, or award of any Governmental Authority.

**“Ordinary Course of Business”** means, with respect to any Person, the ordinary and usual course of normal day-to-day operations of such Person and its business, consistent with its past practice; provided that in the case of Seller, “Ordinary Course of Business” shall take into account the business and operating practices that have been utilized by Seller since the commencement of the Bankruptcy Case.

**“Party”** or **“Parties”** means any one or more of the Buyer and Seller, as applicable.

**“PCMH”** means Patient-Centered Medical Home.

**“Permit”** means any accreditation, license, permit, certification or Certificate of Need required to be issued or granted by any Governmental Authority, including, without limitation, Medicare, Medicaid, TRICARE and/or TennCare.

**“Permitted Encumbrances”** means Encumbrances specifically permitted by the Sale Order.

**“Person”** means any individual, firm, agency, corporation, partnership, trust, incorporated or unincorporated association, joint venture, joint stock company, limited liability company, Governmental Authority, self-regulatory organization, non-governmental regulatory authority or other entity of any kind, and shall include any successor, by merger or otherwise, of such entity.

**“Practice”** has the meaning set forth in the Recitals to this Agreement.

**“Previously Omitted Contract”** has the meaning set forth in Section 2.05(b)(i) of this Agreement.

**“Previously Omitted Contract Designation”** has the meaning set forth in Section 2.05(b)(i) of this Agreement.

**“Previously Omitted Contract Notice”** has the meaning set forth in Section 2.05(b)(ii) of this Agreement.

**“Purchase Price”** means the total of: (1) Three Hundred Fifty Thousand and 00/100 Dollars (\$350,000.00) payable as follows: (a) \$35,000.00 cash due at Closing, plus (b) \$65,000.00 due on or before January 15, 2021, plus (c) \$50,000.00 due on or before July 15, 2021, plus (d) \$50,000.00 due on or before December 15, 2021, plus (e) the balance of \$150,000.00 cash due on or before December 31, 2021; plus (2) the total of the Net Profit Payments as discussed in Section 2.07.

**“Qualified Bid”** has the meaning set forth in the Bidding Procedures.

**“Required Governmental Approvals”** shall have the meaning set forth in Section 7.02(b) of this Agreement.

**“Sale Hearing”** means the hearing to consider the entry of the Sale Order.

**“Sale Order”** means a Final Order of the Bankruptcy Court approving, *inter alia*, (a) the sale of the applicable Acquired Assets to the applicable Buyer free and clear of any Encumbrances (other than Permitted Encumbrances), and (b) the assumption and assignment of the Assumed Contracts by the applicable Buyer.

Buyer, CDS and Seller shall agree to a form of Sale Order which shall be attached as Exhibit D hereto prior to or in connection with execution of this Agreement.

“**Sale Procedures Order**” means a Final Order of the Bankruptcy Court approving the procedures for the sale of the Acquired Assets. Buyer and Seller shall agree to a form of the Sale Procedures Order which shall be attached as Exhibit E hereto prior to or in connection with execution of this Agreement.

“**Schedule Supplement**” has the meaning set forth in Section 6.03 of this Agreement.

“**Seller’s Plan**” or “**Seller’s Plans**” has the meaning set forth in Section 4.08 of this Agreement.

“**Seller**” has the meaning set forth in the Preamble to this Agreement.

“**Tax**” or “**Taxes**” means any and all federal, state, local, foreign and other net income, gross income, gross receipts, sales, use, ad valorem, hospital, provider, transfer, franchise, profits, license, lease, rent, service, service use, withholding, payroll, employment, excise, severance, privilege, stamp, occupation, premium, property, windfall profits, alternative minimum, estimated, customs, duties, escheat, abandoned property, unclaimed property, or other taxes, fees, assessments or charges in the nature of a tax, together with any interest and any penalties, additions to tax or additional amounts with respect thereto.

“**Termination Date**” has the meaning set forth in Section 8.01(a)(iv) of this Agreement.

“**Transferred Employees**” has the meaning set forth in Section 9.02(a) of this Agreement.

“**Transferred Permit**” has the meaning set forth in Section 2.01(x) of this Agreement.

“**TRICARE**” means, collectively, the program of medical benefits covering former and active members of the uniformed services and certain of their dependents, financed and administered by the United States Department of Defense, Health and Human Services and Transportation, and all laws, rules, regulations, manuals, orders, guidelines or requirements (whether or not having the force of law) pertaining to such program, in each case as the same may be amended, supplemented or otherwise modified from time to time.

## **ARTICLE II PURCHASE AND SALE**

**Section 2.01 Purchase and Sale of Assets.** Subject to the terms and conditions set forth herein, at the Closing, Seller shall sell, assign, transfer, convey and deliver to Buyer, and Buyer shall purchase from Seller, free and clear of all Encumbrances (other than Permitted Encumbrances), all of Seller’s right, title and interest in, to and under the following assets, properties and rights of Seller, to the extent that such assets, properties and rights exist as of the Closing Date and relate to the Business (collectively, the “**Acquired Assets**”)<sup>1</sup>:

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<sup>1</sup> Buyer to confirm final list of Acquired Assets, Excluded Assets, Assumed Liabilities, and Excluded Liabilities upon completion of due diligence review.

- (a) all personal property of any kind whatsoever, including, without limitation, furniture, fixtures, equipment, machinery, instruments, Inventory and/or other supplies;
- (b) all of the Practice's inventory of vaccines, medical and other supplies;
- (c) all of the medical and other equipment used by Seller in operation of the Practice;
- (d) all computers and other digital devices, including all related software or software licenses, used by Seller in the operation of the Practice;
- (e) all of the rights, title, claims and interests of Seller in, to and under the Assumed Contracts;
- (f) to the maximum extent transferrable under applicable Law, all patient and medical staff records held and/or used by Seller;
- (g) to the maximum extent transferrable under applicable Law, all Approvals held by Seller that are set forth on Schedule 2.01(g);
- (h) to the maximum extent transferrable under applicable Law, all provider Contracts with commercial and/or Governmental Authority payors;
- (i) any claims, causes of action or rights against any Person related to the Acquired Assets and/or the Practice, whether statutory, contractual and/or otherwise, arising before or after the Closing;
- (j) all of the rights, title, claims and interest of Seller in, to and under all databases and other intellectual property including, without limitation, (i) domestic and foreign patents, patent applications, trademarks, trademark applications and registrations, service marks, service mark applications and registrations, copyrights, copyright applications and registrations and trade names of Seller, (ii) proprietary data and technical know-how and information, and all materials, embodying such information, of Seller, (iii) developments, discoveries, inventions, processes and know-how, licenses, ideas and trade secrets of Seller, (iv) names and logos of Seller, (v) websites, domain names, email addresses and other similar assets, (vi) all software, source code, documentation, manual and computer processes, and (vii) all other intangible rights owned or licensed by any Seller (collectively, the **"Intellectual Property"**);
- (k) other than minute books and corporate records of Seller, all books and records of Seller with respect to operation of the Practice, including without limitation all financial statements, credit records, payroll records, computer records, operating manuals, clinical and administrative policy and procedure manuals, marketing and promotional materials, schedules of the Assets (as hereinafter defined), correspondence, books of account, files, papers, books and any and all other public and confidential business records, in all cases whether the same are in hard copy or are electronically stored;
- (l) all of Seller's right, title and interest in, to and under all telephone numbers, including all extensions thereto;
- (m) all proceeds and products of any and all of the foregoing Acquired Assets, except to the extent related to the Excluded Assets or the Excluded Liabilities;
- (n) all goodwill of Seller arising out of, relating to and/or resulting from the Acquired Assets and/or the Practice;

(o) to the maximum extent transferrable, any and all certifications, authorizations, or other government or insurance related licenses required for the operation of the clinics of the Practice;

(p) to the maximum extent transferrable, any other relationships with insurance carriers, with governmental medical insurance providers, or other third-party payers for medical services;

(q) any and all mailing lists and related data base information concerning either current, past, or prospective patients of the Practice;

(r) any designs, writings, or concepts for promotional materials, photographs, text, or graphics used by the Practice in its operations;

(s) the interest of Seller in the Internet website located at CapstonePediatrics.com, including the site address, the site design and related software, related e-mail addresses, and any and all intellectual property or rights to such property which relate to the development, operation, or functions of any website used, or to be used, by Seller;

(t) all lists of pharmaceutical and medical equipment suppliers, as well as any other vendors serving the Practice, including all correspondence, purchase orders, contracts, agreements, and files including the assignment of any pharmaceutical or other supply agreements;

(u) employee records; employment, non-compete, or other agreements with employees or independent contractors; and all other correspondence, performance reviews, and employee files;

(v) the name “**Capstone Pediatrics**” and any and all other trade names together with their related logos or other identifying marks used in the sale or promotion of its pediatric services or other products or services provided by the Practice;

(w) all other intangible assets which, together with the above, represent all intangible assets owned by Seller and which would be used or useful in connection with or related to the operation of the Practice subsequent to the Closing; and

(x) to the maximum extent transferrable under applicable Law, all Permits and licenses held by Seller, including those identified on Schedule 2.01(x) (the “**Transferred Permits**”), provided, that Schedule 2.01(x) and the definition of “Transferred Permits,” shall be deemed, updated, and amended to exclude, without further action by either Party, any Permit that relates to an Excluded Asset;

(y) all assets of any kind whatsoever which are not Excluded Assets and which are owned and/or held by Seller with respect to the Practice, as listed on Schedule 2.01(y).

**Section 2.02 Excluded Assets.** Notwithstanding anything to the contrary in this Agreement, nothing herein shall be deemed to sell, transfer, assign, convey or deliver any of the Excluded Assets to Buyer, and Seller shall retain all of its preexisting (prior to the Closing) right, title and interest to, in and under, and all Liabilities with respect to, the Excluded Assets. For all purposes of and under this Agreement, the term “**Excluded Assets**” shall consist of only the following items, assets, and properties (whether or not such assets are otherwise described in Section 2.01);

- (a) all leasehold title to and leasehold improvements on or in the real property leased pursuant to the Leases;
- (b) all Accounts Receivable;
- (c) all cash, cash equivalents, and short term investments on hand or on deposit and held by Seller on the Closing Date for purposes and the benefit of the Practice;
- (d) all prepaid expenses, deposits and other current assets of Seller with respect to the Practice;
- (e) all security and other deposits of Seller with respect to the Practice;
- (f) rights of Seller to any discounts, rebates, premiums, or other payments from suppliers or others earned prior to, but due or payable after the Closing Date;
- (g) the limited liability company, partnership and corporate books and records of internal limited liability company, partnership and corporate proceedings, minute books, organizational or governing documents, stock ledgers, and other records of Seller; provided, however, that copies of the foregoing items have been made available by Seller to Buyer;
- (h) documents that Seller is required by Legal Requirements to retain and documents subject to attorney-client privilege or other work product privilege;
- (i) any Contract that is not an Assumed Contract;
- (j) insurance policies and all rights under or arising out of insurance policies to the extent not set forth in Section 2.01(p);
- (k) any prepaid deposits related to professional fee retainers and Cash Collateral securing Approved Collateralized Obligations;
- (l) all current and prior director and officer insurance policies of Seller and all rights of any nature with respect thereto, including all insurance recoveries thereunder and rights to assert claims with respect to any such insurance recoveries;
- (m) any rights, claims or causes of action of Seller under this Agreement or any other Ancillary Transaction Document;
- (n) subject to Section 2.01(x), any Permits and licenses held by Seller that are not assignable or transferrable;
- (o) assets and liabilities under medical malpractice risk pools, workers compensation, and employee retirement programs;
- (p) the commitments, contracts, leases and agreements of Seller that (i) relate to the Excluded Liabilities or the Excluded Assets, (ii) do not relate to either the Acquired Assets; (iii) are not Assumed Contracts; or (iv) that are listed on Schedule 2.02(p);

(q) all minute books and organizational records relating to Seller and all other books and records that a Seller is required by Law to retain in its possession;

(r) those pharmaceuticals that cannot, by Law, be sold by Seller to Buyer;

(s) all claims, rights, interests and proceeds with respect to state or local tax payments, refunds, and credits (including but not limited to property tax refunds and charity tax credits) related to the operations of Seller or the Acquired Assets with respect to periods ending prior to the Effective Time;

(t) all claims, causes of action, choses in action, rights of recovery, rights of set off and rights of recoupment of Seller with respect to periods prior to the Effective Time, and any payments, awards or other proceeds resulting therefrom, specifically including, but not limited to all Avoidance Actions arising under the Bankruptcy Code;

(u) peer review materials and any writings, documents and other items that are protected from discovery by the attorney-client privilege, the attorney work product doctrine or any other cognizable privilege or protection, in each case, except to the extent related to the Assumed Liabilities;

(v) the rights of Seller under this Agreement; and

(w) other assets set forth in Schedule 2.02(w).

**Section 2.03 Assumed Liabilities.** Subject to the terms and conditions set forth herein, Buyer shall assume and agree to pay, perform and discharge when due any and all liabilities and obligations of Seller arising out of or relating to the Business or the Acquired Assets on or after the Closing, other than the Excluded Liabilities (collectively, the “**Assumed Liabilities**”), including, without limitation, the following:

(a) all liabilities and obligations arising under or relating to the Assigned Contracts;

(b) capitalized or other equipment lease obligations;

(c) all liabilities and obligations of Buyer or its Affiliates relating to employee benefits, compensation or other arrangements with respect to any Transferred Employee arising on or after the Closing;

(d) all liabilities and obligations for Taxes relating to the Business, the Acquired Assets or the Assumed Liabilities for any taxable period ending after the Closing Date;

(e) all other liabilities and obligations arising out of or relating to Buyer’s ownership or operation of the Business and the Acquired Assets on or after the Closing; and

**Section 2.04 Excluded Liabilities.** Buyer shall not assume and shall not be responsible to pay, perform or discharge any of the following liabilities or obligations of Seller (collectively, the “**Excluded Liabilities**”):

(a) all trade accounts payable of Seller to third parties in connection with the Business that accrued post-petition and remain unpaid as of the Closing Date;

(b) expenses, salaries, overtime, unused paid time off, and other employee compensation accrued in the Ordinary Course of Business and payable as of the Closing Date;

(c) those specific Liabilities of Seller (if any) related to Employees as identified on Schedule 2.04(c) (such schedule to be provided to Seller by Buyer not later than five (5) Business Days prior to the Bid Deadline) and (ii) the sponsorship of, and Liabilities under, each Seller's Plan (collectively, the "**Excluded Benefits**");

(d) any Liabilities with respect to any Taxes that are not expressly assumed by Buyer pursuant to Section 2.03(d); and

(e) except as expressly provided herein, all Liabilities with respect to any Excluded Asset;

## **Section 2.05 Assignment and Assumption of Contracts.**

### **(a) Available Contracts.**

(i) Schedule 2.05(a) sets forth a list of all executory Contracts (excluding all Leases) relating to the Business or the Acquired Assets to which Seller is a party (the "**Available Contracts**") which Schedule 2.05(a) may be updated from time to time to add or remove any Contracts inadvertently included or excluded from such schedule. On or before July 6, 2020 (such date, the "**Determination Date**"), Buyer shall designate in writing which Available Contracts from Schedule 2.05(a) relating to the Business or the Acquired Assets that Buyer wishes to "**Assume**" (the "**Assumed Contracts**"). All Contracts of Seller that are listed on Schedule 2.05(a) and which Buyer does not designate in writing for assumption shall not be considered Assumed Contracts or Acquired Assets and shall automatically be deemed "**Excluded Contracts**" (and for the avoidance of doubt, Buyer shall not be responsible for any related Cure Costs); provided, however, that if an Available Contract is subject to a cure dispute or other dispute as to the assumption or assignment of such Available Contract that has not been resolved to the mutual satisfaction of Buyer and Seller prior to the Determination Date, then the Determination Date shall be extended (but only with respect to such Available Contract) to no later than the earlier of (A) the date on which such dispute has been resolved to the mutual satisfaction of Buyer and Seller, (B) one hundred twenty (120) days following the Closing Date, (C) the date on which such Available Contract is deemed rejected by operation of 11 U.S.C. § 365(d)(4) or (D) the date required by the Bankruptcy Court and set forth in either the Bidding Procedures Order or the Sale Order (the "**Extended Contract Period**"). If such Available Contract is not expressly assumed by Buyer in writing by the end of such Extended Contract Period, such Available Contract shall be automatically deemed an Excluded Contract. Buyer shall be responsible for any obligations or Liabilities arising during any Extended Contract Period relating to any Available Contract that has not been assumed or rejected as of the Determination Date as provided in this Section 2.05(a). For the avoidance of doubt, except as set forth in Section 2.03 and other than as provided in the preceding sentence, Buyer shall not assume or otherwise have any Liability with respect to any Excluded Contract.

(ii) Each of Seller and Buyer, as applicable, shall use commercially reasonable efforts to assign, or cause to be assigned, the Assumed Contracts to Buyer, including taking all actions required by the Bankruptcy Court to obtain an Order containing a finding that the proposed assumption and assignment of the Assumed Contracts to Buyer satisfies all applicable requirements of Section 365 of the Bankruptcy Code. Buyer shall use commercially reasonable efforts to comply with all of the requirements of Section 365 of the Bankruptcy Code necessary to permit such assumption and assignment.

(iii) If, prior to the Closing Date, there are Available Contracts that have not been designated as an Assumed Contract or an Excluded Contract, Seller shall not assume or reject any

such Available Contract pursuant to Section 365 of the Bankruptcy Code and any order of the Bankruptcy Court, until the earlier of (A) the date Buyer so directs Seller or (B) the end of the Extended Contract Period, if applicable (which assumption shall be at Buyer's sole cost and expense); provided, that Buyer shall be responsible for any obligations or Liabilities arising during any Extended Contract Period.

(iv) At Closing, (A) Seller shall, pursuant to the Sale Order and the Assumption Agreement, assume and assign, or cause to be assigned, to Buyer (the consideration for which is included in the Purchase Price) each of the Assumed Contracts that is capable of being assumed and assigned and (B) Buyer shall pay promptly all Cure Costs (if any) in connection with such assumption and assignment and assume and perform and discharge the Assumed Liabilities (if any) under the Assumed Contracts, pursuant to the Sale Order and the Assumption Agreement.

(b) Previously Omitted Contracts.

(i) If prior to or following Closing, it is discovered that a Contract should have been listed on Schedule 2.05(a) but was not listed on Schedule 2.05(a) and has not been rejected by Seller (any such Contract, a "**Previously Omitted Contract**"), Seller shall, promptly following the discovery thereof (but in no event later than two (2) Business Days following the discovery thereof), notify Buyer in writing of such Previously Omitted Contract and all Cure Costs (if any) for such Previously Omitted Contract. Buyer shall thereafter deliver written notice to Seller, no later than five (5) Business Days following notification of such Previously Omitted Contract from Seller, designating such Previously Omitted Contract as "Assumed" or "Rejected" (a "**Previously Omitted Contract Designation**"). A Previously Omitted Contract designated in accordance with this Section 2.05(b)(i) as "Rejected," or with respect to which Buyer fails to timely deliver a Previously Omitted Contract Designation, shall be an Excluded Contract.

(ii) If Buyer designates a Previously Omitted Contract as "Assumed" in accordance with Section 2.05(b)(i), Seller shall serve a notice (the "**Previously Omitted Contract Notice**") on the counterparties to such Previously Omitted Contract notifying such counterparties of the Cure Costs with respect to such Previously Omitted Contract and Seller's intention to assume and assign such Previously Omitted Contract in accordance with this Section 2.05. The Previously Omitted Contract Notice shall provide the counterparties to such Previously Omitted Contract with ten (10) Business Days to object, in writing to Seller and Buyer, to the Cure Costs or the assumption of its Contract. If the counterparties, Seller and Buyer are unable to reach a consensual resolution with respect to the objection, Seller shall seek an expedited hearing before the Bankruptcy Court to determine the Cure Costs and approve the assumption. If no objection is served on Seller and Buyer, Seller shall obtain an order of the Bankruptcy Court fixing the Cure Costs and approving the assumption of the Previously Omitted Contract. Buyer shall be responsible for all Cure Costs relating to such "Assumed" Previously Omitted Contracts and for any obligations or Liabilities relating to such "Assumed" Previously Omitted Contracts arising during the Extended Contract Period.

(c) Non-Assignment of Contracts and Permits. Notwithstanding anything contained in this Agreement to the contrary, this Agreement shall not constitute an agreement to assign or transfer any Contract or any Permit, if, notwithstanding the provisions of Sections 363 and 365 of the Bankruptcy Code, an attempt at assignment or transfer thereof, without the consent or approval required or necessary for such assignment or transfer, would constitute a violation of a Legal Requirement or a breach of such Contract or Permit. If, notwithstanding the provisions of Sections 363 and 365 of the Bankruptcy Code and the commercially reasonable efforts of Seller, such consent or approval is required but not obtained with respect to an Assumed Contract or a Permit, neither Seller, nor Buyer shall be in breach of this Agreement, nor shall the Purchase Price be adjusted, nor shall the Closing be delayed in respect of the Assumed Contracts or the Permits (but subject to Buyer's termination right set forth in Section 8.01); provided, however, if the Closing occurs, then, with respect to any Assumed Contract or Permit for which consent or approval is

required but not obtained, from and after the Closing for a period of no more than six (6) months, Seller shall reasonably cooperate, at Buyer's sole cost and expense, with Buyer in any reasonable arrangement that Buyer may request to provide Buyer with all of the benefits of, or under, the applicable Assumed Contract or Transferred Permit, including enforcement for the benefit of Buyer of any and all rights of Seller against any party to the applicable Assumed Contract or Transferred Permit arising out of the breach or cancellation thereof by such party; provided, however, to the extent that any such arrangement has been made to provide Buyer with the benefits of, or under, the applicable Assumed Contract or Transferred Permit, from and after the Closing, Buyer shall be responsible for, and shall promptly pay and perform all payment and other obligations under such Assumed Contract or Permit (all of which shall constitute, and shall be deemed to be, Assumed Liabilities hereunder) to the same extent as if such Assumed Contract or Permit had been assigned or transferred at Closing with respect to Assumed Contracts and Permits, and at such applicable later date specified in this Section 2.05(c) with respect to any additional Assumed Contracts. Any assignment to Buyer of any Assumed Contract or Permit that shall, notwithstanding the provisions of Sections 363 and 365 of the Bankruptcy Code, require the consent or approval of any Person for such assignment as aforesaid shall be made subject to such consent or approval being obtained. Notwithstanding anything to the contrary contained herein, Buyer shall reimburse, indemnify and hold harmless Seller and/or its Affiliates from any and all Liabilities incurred by Seller and/or its Affiliates in connection with any action taken by Seller at Buyer's or its Affiliates' request pursuant to this Section 2.05(c).

**Section 2.06 Further Assurances.** Except as otherwise provided herein and subject to the terms and conditions of this Agreement, the Bankruptcy Code and any orders of the Bankruptcy Court, from and after the Agreement Date, Seller and Buyer shall use commercially reasonable efforts to take, or cause to be taken, all actions and to do, or cause to be done, all things necessary or desirable under applicable Legal Requirements to consummate the transactions contemplated by this Agreement, including (i) preparing and filing as promptly as practicable with any Governmental Authority or other third party all documentation to effect all necessary filings, notices, petitions, statements, registrations, submissions of information, applications and other documents and (ii) obtaining and maintaining all approvals, consents, registrations, permits, authorizations and other confirmations required to be obtained from any Governmental Authority or other third party that are necessary, proper or advisable to consummate the transactions contemplated by this Agreement, in each case, after giving effect to the Sale Order.

**Section 2.07 Purchase Price.**

Buyer shall pay the cash portion of the Purchase Price, and perform the other consideration constituting the balance of the Purchase Price, as follows:

(a) At the Closing, Buyer shall make a cash payment of Thirty-Five Thousand Dollars (\$35,000.00) to CDS as set forth in wiring instructions provided by CDS to Buyer.

(b) On or before January 15, 2021, Buyer shall make a cash payment of Sixty-Five Thousand Dollars (\$65,000.00) to CDS payable in immediately available funds by wire transfer to the account of CDS.

(c) On or before July 15, 2021, Buyer shall make a cash payment of Fifty Thousand Dollars (\$50,000.00) to CDS payable in immediately available funds by wire transfer to the account of CDS.

(d) On or before December 15, 2021, Buyer shall make a cash payment of Fifty Thousand Dollars (\$50,000.00) to CDS payable in immediately available funds by wire transfer to the account of CDS.

(e) On or before December 31, 2021 Buyer shall make a cash payment of the balance of One Hundred Fifty Thousand Dollars (\$150,000.00) to CDS payable in immediately available funds by wire transfer to the account of CDS.

(f) Thereafter, for a period of sixty (60) calendar months commencing on the first day of the first month following the Closing, Buyer shall remit to CDS monthly payments in an amount equal to five percent (5.00%) of Buyer's Net Profits for said month (each a "**Net Profit Payment**") from the operation of the Practice. Regardless of how Buyer maintains its Financial Statements, or how and whether it incorporates into existing lines or divisions of Buyer all or some of the Practice or Acquired Assets, Buyer will maintain Financial Statements for a period of not less than seventy-two (72) months in a manner that will enable the accurate calculation of Net Profit generated by the Practice after the Closing. The first Net Profit Payment shall be due thirty (30) days following the first full month after the Closing Date. Net Profit Payments shall be made by Buyer to CDS each month thereafter for a total of sixty (60) months.

### ARTICLE III CLOSING

**Section 3.01 Closing.** Subject to the terms and conditions of this Agreement, the consummation of the transactions contemplated pursuant to this Agreement (the "**Closing**") shall take place electronically on (a) July 15, 2020, or (b) such other date as the Parties may mutually agree upon (the "**Closing Date**"). The Closing shall be deemed to have occurred and to be effective as between the parties as of 12:01 a.m. (determined by reference to the local time zone in which the Practice is located) on the first calendar day following the Closing Date (the "**Effective Time**"). The Closing will take place remotely by electronic mail or other electronic exchange of documents, among and between the Parties and/or their respective counsel.

#### **Section 3.02 Closing Deliverables.**

(a) At the Closing, Seller shall deliver to Buyer the following:

(i) A Bill of Sale and Assignment in the form attached as Exhibit F (each, a "**Bill of Sale**") executed by each applicable Seller in favor of Buyer;

(ii) An Assignment and Assumption Agreement in the form attached as Exhibit G (each, an "**Assumption Agreement**") executed by each applicable Seller in favor of Buyer;

(iii) Certificates of existence and good standing of each Seller from the state of its incorporation or formation, each dated prior to the Closing Date;

(iv) Certificates of title with respect to any vehicles included in the Acquired Assets duly executed by the applicable Seller;

(v) Certificate of an officer of Seller certifying the satisfaction of the conditions to Closing set forth in Section 7.03;

(vi) Certificate of incumbency for the officers of Seller executing this Agreement or making certifications for the Closing dated as of the Closing Date; and

(vii) such other customary instruments of transfer, assumption, filings or documents, in form and substance reasonably satisfactory to Buyer, as may be required to give effect to this Agreement.

(b) At the Closing, Buyer shall deliver to Seller (or, in the case of the portion of the Purchase Price to be paid at Closing, to CDS) the following:

(i) The above referenced portion of the Purchase Price by wire transfer of immediately available funds to an account designated in the order approving the sale;

(ii) A Bill of Sale executed by Buyer;

(iii) An Assumption Agreement executed by Buyer;

(iv) Copies of resolutions duly adopted by the Board of Directors (or similar governing body) of Buyer authorizing and approving such Party's execution and delivery of this Agreement and the consummation of the transactions by this Agreement certified by an officer of Buyer;

(v) Certificates of existence and good standing of Buyer from the state of its incorporation or formation, each dated prior to the Closing Date;

(vi) Certificates of an officer of Buyer certifying the satisfaction of the conditions to Closing set forth in Section 7.02;

(vii) Certificates of incumbency for the respective officers of Buyer executing this Agreement or making certifications for the Closing dated as of the Closing Date; and

(viii) A certified copy of the Sale Order.

#### **ARTICLE IV REPRESENTATIONS AND WARRANTIES OF SELLER**

Except to the extent a representation or warranty speaks as of another date, as of the Agreement Date and as of the Closing Date, when read in light of any Schedules to this Article IV ("**Article IV Schedules**") that are updated prior to the Closing in accordance with the provisions of this Agreement, Seller represents and warrants to Buyer the following:

**Section 4.01 Corporate Capacity, Authority and Consents.** Seller is duly organized and validly existing under the Laws of the state of its formation or incorporation with the requisite organizational power and, subject to approval by the Bankruptcy Court, has authority to enter into this Agreement, and to perform its respective obligations hereunder. Subject to the entry of the Sale Procedures Order or any Sale Order, the execution, delivery and performance of this Agreement and all other agreements referenced herein to which Seller is or will become a party and the actions to be taken by Seller in connection with the consummation of the transactions contemplated herein:

(a) are within the organizational powers of Seller, are not in contravention of applicable Law or the terms of the applicable Governing Documents;

(b) except as otherwise expressly herein provided or as set forth in Schedule 4.01(b), do not require any approval or consent of, or filing with, any Governmental Authority; and

(c) will not violate any Law to which Seller is subject.

**Section 4.02 Binding Agreement.** Subject to the entry of the Sale Order, this Agreement and all agreements to which Seller is or will become a party pursuant to this Agreement are and will constitute the valid and legally binding obligations of Seller, and are and will be enforceable against Seller in accordance with the respective terms hereof or thereof, except as enforceability may be restricted, limited or delayed by applicable bankruptcy or other Laws affecting creditors' rights generally and except as enforceability may be subject to general principles of equity. **Assets.** Seller owns valid title to, or possesses valid leasehold interests in, all of the Acquired Assets. Seller has sole custody and control of all of the Acquired Assets, except with respect to any Permitted Encumbrances or as otherwise set forth on Schedule 4.03(a).

(b) Subject to the entry of the Sale Order, the Acquired Assets are free and clear of all Encumbrances except Permitted Encumbrances.

**Section 4.04 Material Contracts.** Schedule 4.04 sets forth a list of the following commitments, contracts, leases and agreements of Seller, in each case relating to the Practice: contracts involving the lease of equipment or personal property that require payments by Seller of greater than \$50,000 during the remaining term or on an annual basis (the "**Material Contracts**"). Seller has made available to Buyer copies of all of the Material Contracts.

**Section 4.05 Insurance.**

(a) Seller maintains policies of insurance insuring the Acquired Assets and the Practice with extended coverage in amounts that are prudent, reasonable and sufficient in light of industry custom. Valid policies in such amounts have been issued, are outstanding and are in full force and effect (the "**Insurance Policies**"). All such Insurance Policies are set forth on Schedule 4.05(a). True, correct and complete copies or originals of all such Insurance Policies set forth on Schedule 4.05(a) have been delivered by Seller to Buyer. All of such Insurance Policies are in full force and effect on an occurrence basis or as otherwise noted with no premium arrearages. Except as would not have a Material Adverse Effect, no insurer has denied coverage of any claims or actions with respect to the Acquired Assets and the Practice or reserved such insurer's rights in respect of or rejected any claims with respect to the Acquired Assets and/or the Practice. Seller has not (i) received any notice or other communication from any insurer canceling or amending any of the Insurance Policies with respect to the Acquired Assets and the Practice, and no such cancellation or amendment has been threatened, or (ii) failed to give any required notice or present any claim which is still outstanding under any of such Insurance Policies with respect to the Acquired Assets and the Practice.

(b) With respect to malpractice Insurance Policies, Seller hereby represents and warrants that each health care provider that is employed by or under Contract with Seller currently maintains malpractice Insurance Policies in amounts of not less than One Million and 00/00 Dollars (\$1,000,000.00) per occurrence and Three Million and 00/100 Dollars (\$3,000,000.00) in the aggregate on a "claims made" or "occurrence" basis.

**Section 4.06 Employees and Employee Matters.** Schedule 4.06(a) sets forth a list, as of the Agreement Date, of all current employees and independent contractors of Seller and/or the Practice and

each such employee's and independent contractor's (i) current base salary or base wage rates, (ii) accrued hours of paid time off, (iii) accrued hours of short-term and long-term sick leave, (iv) recognized date of hire and (v) job title or other summary of the responsibilities of such employee. Schedule 4.06(a) also indicates whether such employees are part-time, full-time, per diem or on a leave of absence and their regularly scheduled hours per week. Seller and Seller's Plans have properly classified individuals providing services to Seller and the Practice as independent contractors or employees, as the case may be. All current employees of Seller and/or the Practice are employed on an "at-will" basis unless otherwise specified in Schedule 4.06(a).

(b) No changes in the amount and/or basis for remuneration of any employees of any Seller have been made or agreed to in writing by a Seller since January 31, 2020, except in the Ordinary Course of Business and consistent with the past practices of the Practice. **Seller's Plans and ERISA.** Schedule 4.07 lists all deferred compensation, incentive compensation, equity purchase or other equity-based, retention, change in control, severance or termination pay, hospitalization or other medical, life, dental, vision, disability or other insurance, supplemental unemployment benefits, profit-sharing, pension or retirement plans, programs, agreements or arrangements, and each other fringe or other employee benefit plan, program, agreement or arrangement (including any "**Employee Benefit Plan**" within the meaning of Section 3(3) of ERISA), sponsored, maintained or contributed to or required to be contributed to by Seller or any of its subsidiaries or by any ERISA Affiliate of Seller or any of its subsidiaries for the benefit of any current or former employee, independent contractor or director (and/or their dependents or beneficiaries) of Seller or its subsidiaries, or with respect to which Seller, its subsidiaries or any ERISA Affiliate of Seller or its subsidiaries otherwise has any liabilities or obligations (each, a "**Seller's Plan**" and, collectively, the "**Seller's Plans**").

**Section 4.08 Third Party Reimbursement.** The Practice is certified to participate in the Medicare, Medicaid and TRICARE programs with valid and current provider or supplier agreements under such programs.

**Section 4.09 Full Disclosure.** No representation or warranty by any Seller in this Agreement, nor any statement, document, certificate, schedule, or exhibit furnished or to be furnished by or on behalf of any Seller pursuant to this Agreement, nor any document or certificate delivered to Buyer by any Seller pursuant to this Agreement or in connection with the transactions contemplated hereby, contains or shall contain any materially untrue statement of material fact or omits or shall omit a material fact necessary to make the statements contained therein not materially misleading.

## **ARTICLE V REPRESENTATIONS AND WARRANTIES OF BUYER**

As of the Agreement Date and as of the Closing Date, when read in light of any Schedules to this Article V ("**Article V Schedules**"), Buyer represents and warrants to Seller that the statements contained in this are true and correct:

**Section 5.01 Capacity, Authority and Consents.** Buyer is duly organized and validly existing in good standing under the Laws of the state of its incorporation or formation with the requisite power and authority to enter into this Agreement, to perform its respective obligations hereunder and to conduct its business as now being conducted. The execution, delivery and performance of this Agreement and all other agreements referenced herein to which Buyer is or will become a party and the actions to be taken by Buyer in connection with the consummation of the transactions contemplated herein:

(a) are within the powers of Buyer, are not in contravention of applicable Law or the terms of the Governing Documents of Buyer and have been duly authorized by all appropriate action;

(b) except as otherwise expressly herein provided or as set forth on Schedule 5.01(b), do not require any approval or consent of, or filing with, any third party or any Governmental Authority;

(c) except as otherwise expressly provided herein, will not result in any material breach or contravention of, nor permit the acceleration of, the maturity of, or termination of, or constitute a default under, the terms of any material indenture, mortgage, contract, agreement or other instrument to which Buyer is a party or otherwise bound that could be reasonably expected to materially impair Buyer's ability to fulfill its obligations under this Agreement; and

(d) will not violate any Law to which Buyer is subject.

**Section 5.02 Binding Agreement.** This Agreement and all agreements to which Buyer is or will become a party pursuant to this Agreement are and will constitute the valid and legally binding obligations of Buyer, and are and will be enforceable against Buyer in accordance with the respective terms hereof or thereof, except as enforceability may be restricted, limited or delayed by applicable bankruptcy or other Laws affecting creditors' rights generally and except as enforceability may be subject to general principles of equity.

**Section 5.03 Litigation and Proceedings.** There are no Actions pending or, to Buyer's knowledge, threatened against Buyer, or any governing Persons thereof, at Law or in equity, or before or by any Governmental Authority, that if adversely determined could be reasonably expected to materially impair Buyer's ability to fulfill its obligations under this Agreement.

**Section 5.04 Availability of Funds.** Buyer has the ability to obtain funds in cash in amounts equal to the Purchase Price by means of credit facilities or otherwise and will at the Closing have immediately available funds in cash which are sufficient to pay the Purchase Price and to pay any other amounts payable pursuant to this Agreement and to consummate the transactions contemplated by this Agreement.

**Section 5.05 Brokers and Finders.** There are no claims for brokerage commissions, finders' fees, financial advisors' fees or similar compensation in connection with this Agreement or the transactions contemplated hereunder, based on any Contract to which Buyer is a party or that is otherwise binding on Buyer, and no Person is entitled to any fee or commission or like payment in respect thereof.

**Section 5.06 Statements True and Correct.** The representations and warranties of Buyer contained in this Agreement and any other documents related to the transactions contemplated hereunder, the statements contained in the Schedules or certificates or other documents furnished, or to be furnished, to Seller pursuant to this Agreement do not and will not contain any untrue statement of a material fact, or omit to state any material fact necessary to make the statements or facts contained therein with respect to Buyer not misleading.

## ARTICLE VI COVENANTS

**Section 6.01 Conduct of Business Prior to the Closing.** From the date hereof until the Closing, except as otherwise provided in this Agreement or consented to in writing by Buyer (which consent shall not be unreasonably withheld, conditioned or delayed), Seller shall (a) conduct the Business in the Ordinary Course of Business; and (b) use commercially reasonable efforts to maintain and preserve intact the Business's current organization, operations and franchise and to preserve the rights, goodwill and relationships of its Employees, customers, lenders, suppliers, regulators and others having relationships with the Business. From the Agreement Date until the Closing Date, except as consented to in writing by

Buyer (which consent shall not be unreasonably withheld, conditioned or delayed), Seller shall not take any action that would cause any Material Adverse Effect to occur.

**Section 6.02 Access and Due Diligence Review.**

(a) Access. From and after the Agreement Date until the Closing or the earlier termination of this Agreement, Seller shall provide Buyer and its representatives reasonable access to and, as applicable, the right to inspect the facilities, properties, books and records of the Practice; *provided, however,* that such access shall be subject to prior written approval by Seller and shall be coordinated through persons as may be designated in writing by Seller for such purpose.

(b) Due Diligence Review. Within and during the period following the Agreement Date and prior to the Closing Date (the “**Interim Period**”), Seller shall furnish Buyer with such additional financial and operating data and other information as to the business and properties of the Practice as reasonably requested, including copies of the updated Financial Statements following each calendar month during the Interim Period. Notwithstanding the foregoing, all disclosures of information shall be consistent with any other nondisclosure agreements or other obligations entered into between the Parties. Buyer’s right of access and inspection shall be exercised during normal business hours and in such a manner as not to interfere unreasonably with the operations of the Practice.

**Section 6.03 Supplement to Schedules.** From time to time prior to the Closing, Seller shall have the right (but not the obligation) to supplement or amend the Disclosure Schedules hereto with respect to any matter hereafter arising or of which it becomes aware after the date hereof (each a “**Schedule Supplement**”).

**Section 6.04 Negative Covenants.** During the Interim Period, except as required by Law or as ordered by the Bankruptcy Court, Seller shall not, with respect to the Practice, without the prior written consent of Buyer (which shall not be unreasonably withheld, conditioned or delayed):

(a) amend or terminate any of its contracts, enter into any contract or commitment, except with respect to any such contract or commitment that is amended, terminated or entered into in the Ordinary Course of Business and that, over the terms of such contract or commitment involves less than \$25,000 or can be terminated without cause by a Seller on ninety (90) days’ notice or less without penalty;

(b) increase compensation payable or to become payable, make any bonus payment to, or otherwise enter into one or more bonus agreements with, any Employee, except in the Ordinary Course of Business in accordance with existing personnel policies and consistent with prior practice or with respect to any retention bonuses which are to be paid in full prior to the Closing Date; or

(c) sell, assign, lease or otherwise transfer or dispose of any property, plant or equipment or other asset used in connection with the operation of the Practice, except in the Ordinary Course of Business.

**Section 6.05 Bankruptcy Court Approval; Executory Contracts; and Sale Procedures.**

(a) Seller shall use its best efforts to gain approval by the Bankruptcy Court of the purchase and sale of the Acquired Assets and the assumption and assignment of all Proposed Assumed Contracts and Assumed Liabilities contemplated hereby to the fullest extent required by Sections 363 and 365 and all other applicable provisions of the Bankruptcy Code within the terms of the Sale Procedures Order and Sale Order. Seller shall serve on all non-Seller counterparties to all of the Proposed Assumed Contracts a notice specifically stating that Seller may be seeking the assumption and assignment of the

Available Contracts and shall notify such non-Seller counterparties of the deadline for objecting to the Cure Costs stated in such notices, if any, which deadline shall not be less than ten (10) Business Days prior to the Sale Hearing.

(b) From and after the date hereof and until the Closing Date or the termination of this Agreement, Seller shall not take any action which is intended to (or is reasonably likely to), or fail to take any action the intent (or the reasonably likely result) of which failure to act is to, result in the reversal, voiding, modification or staying of the Sale Procedures Order or this Agreement.

(c) This Agreement is subject to approval by the Bankruptcy Court. Following the signing of this Agreement, Seller shall not initiate contact with, solicit or encourage submission of any inquiries, proposals or offers by, any Person in connection with any sale or other disposition of the Acquired Assets. In addition, unless otherwise directed by the Bankruptcy Court, Seller shall not respond to or pursue any other proposed material transaction involving all or substantially all of the Acquired Assets (each an “**Alternative Transaction**”) or perform any other acts related thereto.

(d) The Sale Order shall contain the following provisions:

(i) approval of this Agreement, including the sale of the Acquired Assets, which shall vest in Buyer all right, title, and interest of Seller to the Acquired Assets free and clear of all Encumbrances (other than Permitted Encumbrances), Excluded Liabilities and interests pursuant to Section 363(f) of the Bankruptcy Code with payment therefor to CDS;

(ii) a finding that Buyer has acted in good faith within the meaning of Section 363(m) of the Bankruptcy Code, the contemplated transactions have been undertaken by Seller and Buyer at arm’s length and without collusion, and Buyer is entitled to the protections of Section 363(m) of the Bankruptcy Code;

(iii) Buyer shall have no successor Liability on account of the purchase or sale of the Acquired Assets, except on account of Assumed Liabilities;

(iv) due notice of the Sale Procedures Order, the Sale Order, and this Agreement shall have been provided;

(v) the Bankruptcy Court retains exclusive jurisdiction to interpret and enforce the provisions of this Agreement and the Sale Order in all respects.

(e) In the event the entry of the Sale Procedures Order or Sale Order shall be appealed, Seller shall use its best efforts to defend such appeal.

**Section 6.06 Approvals.** Prior to the Closing Date, Seller shall cooperate with Buyer in respect to any necessary actions required to transfer or vest in Buyer any and all Permits necessary to Buyer’s establishment, ownership, development and operation of the Practice at Buyer’s sole cost and expense (the “**Change of Ownership**” or the “**CHOW**”).

## **ARTICLE VII CONDITIONS TO CLOSING**

**Section 7.01 Reserved.**

**Section 7.02 Conditions to Obligations of Buyer.** The obligations of Buyer to consummate the transactions contemplated by this Agreement shall be subject to the fulfillment or Buyer's waiver, at or prior to the Closing, of each of the following conditions:

(a) Representations and Warranties; Covenants.

(i) The representations and warranties of Seller contained in this Agreement shall be true and correct in all material respects, when read in light of any Article IV Schedules or Article V Schedules that are updated prior to the Closing Date in accordance with the this Agreement, as of the Agreement Date and as of the Closing Date or, in the case of representations and warranties that are made as of a specified date, as of such specified date; provided that this condition shall be deemed satisfied so long as the failure of such representations and warranties to be true and correct would not result in a Material Adverse Effect. All of the covenants in this Agreement to be complied with or performed by Seller on or before the Closing Date pursuant to the terms hereof shall have been duly complied with and performed in all material respects.

(ii) For the avoidance of doubt, Buyer agrees that (i) Buyer shall not be excused from consummating the transactions contemplated by this Agreement and (ii) Buyer will not assert the failure or the alleged failure of a representation or warranty made by Seller to be true as a basis for not consummating the transactions contemplated by this Agreement if the conditions set forth in Section 7.02(a)(i) are satisfied.

(b) Required Governmental Approvals and Consents. Buyer shall have obtained documentation or other evidence reasonably satisfactory to Buyer that the Parties have obtained the CHOW approvals from applicable Governmental Authorities the approvals and consents set forth on Schedule 7.02(b) to effect the transactions set forth in this Agreement and to enable Buyer to operate the Practice (the "**Required Governmental Approvals**").

(c) Actions and Proceedings. No Governmental Authority shall have issued any Order that is then in effect and that enjoins, restrains, makes illegal or otherwise prohibits the consummation of the transactions contemplated by this Agreement.

(d) Material Adverse Effect. There shall not have been any Material Adverse Effect in respect of the Practice or the Acquired Assets since the Balance Sheet Date.

(e) Closing Deliveries. Seller shall have executed and delivered, or caused to have been executed and delivered, to Buyer the documents and items described in Section 3.02(b).

(f) Bankruptcy Court Approval. Seller shall have obtained the Sale Order from the Bankruptcy Court and the Sale Order shall be in full force and effect, and no order staying, reversing or vacating the Sale Order shall be in effect.

(g) Due Diligence Review. Buyer shall have completed its due diligence review.

(h) Employment Agreements. Buyer shall have negotiated employment agreements with all clinicians, staff for terms, and/or incentives to Buyer.

**Section 7.03 Conditions to Obligations of Seller.** Notwithstanding anything herein to the contrary, the obligations of Seller to consummate the transactions described herein are subject to the fulfillment, on or prior to the Closing Date, of the following conditions precedent unless (but only to the extent) waived in writing by Seller on or prior to the Closing:

(a) Pre-Closing Confirmations. Seller shall have obtained documentation or other evidence reasonably satisfactory to Seller that the Parties have obtained the Required Governmental Approvals.

(b) Actions and Proceedings. No Governmental Authority shall have issued any Order that enjoins, restrains, makes illegal or otherwise prohibits the consummation of the transactions contemplated by this Agreement.

(c) Closing Deliveries. Buyer shall have executed and delivered, or caused to have been executed and delivered, to Seller the documents and items described in Section 3.02(a).

(d) Cure Amounts. Any and all Cure Amounts shall have been paid by Buyer except for those Cure Amounts that are to be paid in full at the Closing.

## **ARTICLE VIII TERMINATION**

### **Section 8.01 Termination.**

(a) Notwithstanding anything herein to the contrary, this Agreement may be terminated at any time prior to the Closing:

(i) by the mutual written consent of Seller and Buyer;

(ii) by Buyer, if Seller breaches or fails to perform in any respect any of its representations, warranties or covenants contained in this Agreement and such breach or failure to perform would, if the Closing otherwise were to occur on the date of written notice of such breach or failure to perform, give rise to the failure of a condition set forth in Section 7.02;

(iii) by Seller, if Buyer breaches or fails to perform in any material respect any of its representations, warranties or covenants contained in this Agreement and such breach or failure to perform would, if the Closing otherwise were to occur on the date of written notice of such breach or failure to perform, give rise to the failure of a condition set forth in Section 7.03;

(iv) by either Party after July 20, 2020 (the “**Termination Date**”) if the conditions contained in Section 7.02 or Section 7.03, as applicable, to which such Party’s obligations hereunder are subject, have not been fulfilled or waived; provided, however, that the right to terminate this Agreement pursuant to this Section 8.01(a)(iv) shall not be available if the failure of the Party so requesting termination to fulfill any obligation under this Agreement shall have been the cause of the failure of such condition to be satisfied on or prior to such date;

(v) By either Party in the event the Bankruptcy Court approves an Alternative Transaction; or

(vi) By Buyer in the event (A) Seller enters into a definitive agreement with a buyer other than Buyer for the sale of all or some of the Acquired Assets or (B) the Bankruptcy Court approves a sale of all or some of the Acquired Assets with a buyer other than Buyer.

The Party seeking to terminate this Agreement pursuant to this Section 8.01(a) (other than Section 8.01(a)(i)) shall give prompt written notice of such termination to the other Parties.

(b) In the event of a termination of this Agreement each Party shall pay the costs and expenses incurred by it in connection with this Agreement. Subject to the provisions of this Section 8.01, the rights of termination set forth above are in addition to any other rights a terminating Party may have under this Agreement, and the exercise of a right of termination will not be an election of remedies. Notwithstanding the foregoing sentence, in the event of any termination of this Agreement by either Buyer or Seller as provided in Section 8.01(a)(i), this Agreement shall forthwith become void, and there shall be no Liability on the part of any Party or any of its Affiliates to any other Person resulting from, arising out of, relating to, or in connection with this Agreement or any other document related to the transactions contemplated herein, except that (i) nothing in this Agreement or any other document related to the transactions contemplated herein will relieve any Party from liability for any material breach of this Agreement or any other document related to the transactions contemplated hereunder prior to such termination or for fraud, intentional misrepresentation or willful or criminal misconduct, and (ii) Seller's obligations to pay Buyer the Break-Up Fee in accordance with Section 6.05(d) of this Agreement and the Sale Procedures Order shall survive any termination of this Agreement.

**Section 8.02 Effect of Termination.** In the event of the termination of this Agreement in accordance with this Article, this Agreement shall forthwith become void and there shall be no Liability on the part of any party hereto except that nothing herein shall relieve any party hereto from Liability for any intentional breach of any provision hereof.

## **ARTICLE IX ADDITIONAL AGREEMENTS**

### **Section 9.01 Post-Closing Filings and Access to Information.**

(a) After the Closing, each Party shall promptly deliver to the other Party upon reasonable notice copies of any post-closing filings, financial statements or reports that may be required to be prepared and delivered to any Governmental Authority as a result of the consummation of the transactions described herein, in each case at the sole cost and expense of the requesting Party.

(b) The Parties acknowledge that, subsequent to the Closing, Seller and/or CDS may need access to information or documents in the control or possession of Buyer for the purposes of concluding the transactions herein contemplated, audits, compliance with Laws, and the prosecution or defense of third party claims. Accordingly, Buyer shall for a period of three (3) years after the Closing, and indefinitely with respect to any Governmental Authority or third party claims, maintain in accordance with retention requirements under applicable Law and make reasonably available to Seller and its respective Representatives and/or Governmental Authorities, upon written request and at the expense of Seller, such documents and information as may be available relating to the Practice for periods prior to the Closing Date to the extent necessary to facilitate concluding the transactions herein contemplated, audits, compliance with Laws and the prosecution or defense of claims. Each Party shall cooperate with the other in connection with the handling of any such post-closing matters as may reasonably be requested.

(c) The Parties acknowledge that subsequent, to the Closing, Buyer may need access to information or documents in the control or possession of Seller for the purposes of concluding the transactions herein contemplated, audits, compliance with Laws, and the prosecution or defense of third party claims, for a period of three (3) years after the Closing, and indefinitely with respect to any Governmental Authority or third party claims, Seller shall maintain in accordance with retention requirements under applicable Law and make reasonably available to Buyer and its Representatives and/or Governmental Authorities, upon written request and at the expense of Buyer, such documents and information as may be available relating to the Practice to the extent necessary to facilitate concluding the

transactions herein contemplated, audits, compliance with Laws and the prosecution or defense of claims. Each Party shall cooperate with the other in connection with the handling of any such post-closing matters as may reasonably be requested.

(d) Buyer acknowledges that subsequent to the Closing, CDS is entitled to such periodic auditing as may be reasonably requested in order to determine whether Buyer has correctly calculated the Net Profit Payments. In order to ensure Buyer's full compliance with its obligations under Section 2.07, Seller and/or CDS shall have the right to examine Buyer's Financial Statements, books and records necessary to determine its calculation of Net Profits. At any reasonable time within one (1) year after receipt of any statement furnished by Buyer to Seller and/or CDS, and upon thirty (30) days' prior written notice to Buyer, Seller and/or CDS shall each have the right to audit Buyer's Financial Statements, books and records related to its calculation of Net Profits for the period covered by such statement. CDS and/or Seller shall take reasonable measures to prevent disruption to Buyer's business in order to inspect, examine or audit Buyer's books and accounts. If such an audit reveals errors in record keeping, Buyer shall correct such discrepancies as soon as possible thereafter and shall inform Seller and CDS in writing of the action taken to correct such errors. If such audit reveals a deficiency in the payments to be made by Buyer, then such deficiency shall become immediately due and payable by Buyer to CDS. Any such audit shall be performed by an auditor of CDS' choosing, in its sole and absolute discretion. To the extent that any such audit reveals a discrepancy that is in excess of five percent (5%) of the actual payments made by buyer to CDS, Buyer shall be liable to CDS for the cost of such audit, as well as the costs of the next subsequent audit.

#### **Section 9.02 Employee Matters.**

(a) Upon the Closing Date, Seller or its Affiliates shall terminate the employment of all of the Employees currently employed by Seller or its Affiliates and Buyer, subject to satisfactory results from standard background screening conducted pursuant to Buyer's personnel policies, and in its sole discretion, may make offers of employment to, and subject to employee resignations or terminations of employees for cause, retain for a period of three (3) months following the Closing Date, all such Employees (whether in active or leave of absence status) currently in good standing into positions (including job title, reporting structure and responsibilities) with Buyer that are substantially equivalent to the positions with Seller occupied by the respective Employees on the Closing Date. Buyer may provide each Employee who accepts such offer (collectively, the "**Transferred Employees**") with a combined level of compensation and benefits that are comparable to such Employee's combined level of compensation and benefits with Seller as of the Closing Date through the three (3)-month anniversary thereof. For purposes of this Agreement, Employees shall be considered to be in good standing if they are in compliance with Seller's standard hiring and personnel policies.

(b) In respect of Transferred Employees employed by Buyer pursuant to offers made in accordance with Section 9.02(a), existing seniority or periods of service with Seller or its Affiliates of all such Transferred Employees shall be recognized for plan benefits purposes and credited for eligibility and vesting purposes with respect to Buyer's Employee Benefit Plans. Buyer agrees to adopt (or cause to be adopted) any necessary plan amendments to effectuate the foregoing provisions. Buyer shall cause each of its Employee Benefit Plans in which any Transferred Employee becomes eligible to participate to waive all limitations as to pre-existing conditions and waiting periods with respect to participation and cover-age requirements for any Transferred Employees and their eligible dependents. Buyer agrees to accept direct rollovers of any electing Transferred Employees from Seller's retirement savings plan and Buyer agrees to cause the account balances of any electing Transferred Employees to be rolled over in cash to Buyer's defined contribution plan which satisfies the requirements of Code Section 401(k). Buyer acknowledges and agrees that Buyer will honor the terms any employment, severance, union or other contracts between the Transferred Employees and Seller.

(c) Buyer shall not assume any obligations of Seller related to Seller's or its Affiliates' Employee Benefit Plans.

**Section 9.03 Medical Staff.** To ensure continuity of care in the applicable community, Buyer agrees that the medical staff members of the Practice who are in good standing as of the Closing Date shall maintain medical staff privileges at the Practice as of the Closing. After the Closing, the medical staff will be subject to the Medical Staff Bylaws of the Practice then in effect, as amended from time to time.

**Section 9.04 Misdirected Payments; Refunds and Remittances.**

(a) At any time following Closing, to the extent there are any misdirected funds forwarded to Seller by any third parties, including but not limited to any third party payors, which misdirected funds are paid in respect of the performance of services by Buyer, Seller shall remit such misdirected funds to Buyer within five (5) Business Days after the receipt thereof, to the account(s) designated by Buyer. Seller and Buyer understand and acknowledge that all payments by third parties, including but not limited to any third party payors, in respect of licensed provider numbers for goods and services provided on or after the Closing Date shall be solely for the account of Buyer. To the extent that there are any misdirected funds forwarded to Buyer by any third parties, including but not limited to any third party payors, which misdirected funds are paid in respect of the Excluded Assets, Buyer shall remit such misdirected funds to CDS within five (5) Business Days after receipt thereof, to the account(s) designated by CDS. Buyer and Seller will cooperate with one another, and with CDS, with respect to the disclosure of receipts and inspection of books and records needed to implement the agreements and provisions set forth under this Section 9.04.

(b) Following the Closing: (i) if Seller or any of its Affiliates receive any refund or other amount in respect to the Practice or that constitutes an Acquired Asset in any way, or is otherwise properly due and owing to Buyer in accordance with the terms of this Agreement, Seller promptly shall remit, or shall cause to be remitted, such amount to Buyer; and (ii) if Buyer or any of its Affiliates receive any refund or other amount that is an Excluded Asset or is otherwise properly due and owing to Seller or any of its Affiliates in accordance with the terms of this Agreement, Buyer promptly shall remit, or shall cause to be remitted, such amount to CDS.

(c) For the avoidance of doubt, the Parties agree and acknowledge that the provisions of this Section 9.04 shall survive the Closing and the Parties shall take any actions and enter into any necessary agreements required to effectuate the provisions herein as reasonably requested by Buyer, Seller and/or CDs and consistent with applicable Laws and the terms of this Agreement.

**Section 9.05 Waiver of Bulk Sales Law Compliance.** Buyer hereby waives compliance by Seller with the requirements, if any, of Article 6 of the Uniform Commercial Code as in force in any state in which the Acquired Assets are located and all other similar laws applicable to bulk sales and transfers.

## **ARTICLE X GENERAL PROVISIONS**

**Section 10.01 Survival.** Subject to the limitations and other provisions of this Agreement, the representations and warranties contained herein shall survive the Closing and shall remain in full force and effect until the date that is one (1) year from the Closing Date. None of the covenants or other agreements contained in this Agreement shall survive the Closing Date other than those which by their terms contemplate performance after the Closing Date, and each such surviving covenant and agreement shall survive the Closing for the period contemplated by its terms.

**Section 10.02 Additional Assurances.** The provisions of this Agreement shall be self-operative and shall not require further agreement by the Parties except as may be herein specifically provided to the contrary; provided, however, at the request of a Party, or of CDS, the other Party or Parties shall execute such additional instruments and take such additional action as the requesting Party or CDS may deem necessary to effectuate this Agreement. In addition and from time to time after the Closing Date, Seller and Buyer shall each execute and deliver such other instruments of conveyance and transfer, and take such other actions as any Party or CDS may reasonably request, to more effectively convey and transfer full right, title and interest to, vest in, and place Buyer in legal and actual possession of the Acquired Assets, to ensure the transfer of the Practice, and to ensure the full payment and performance of all aspects of the Purchase Price to CDS by Buyer.

**Section 10.03 Consents, Approvals, and Discretion.** Except as herein expressly provided to the contrary, whenever this Agreement requires any consent or approval to be given by a Party or a Party must or may exercise discretion, such consent or approval shall not be unreasonably withheld, conditioned or delayed and such discretion shall be reasonably exercised.

**Section 10.04 Choice of Law; Venue.** This Agreement and all disputes or controversies arising out of or relating to this Agreement or the transactions contemplated hereby (in contract or tort) shall be governed by and construed in accordance with the laws of the State of Tennessee, without regard to conflicts of law principles. The Parties agree that the Bankruptcy Court shall have exclusive jurisdiction over all disagreements, disputes or claims arising out of or relating to this Agreement or the transactions contemplated hereunder that cannot be settled by the relevant Parties or CDS, including any claims for injunctive relief. In the event the Bankruptcy Case has closed or if the Bankruptcy Court otherwise declines to exercise jurisdiction, the Parties agree that all disagreements, disputes or claims arising out of or relating to this Agreement or the transactions contemplated hereunder that cannot be settled by the relevant Parties or CDS, including any claims for injunctive relief, shall be brought in the state or federal courts sitting and located in Nashville, Davidson County, Tennessee, and the Parties agree to submit to the jurisdiction of such courts and agree to waive any claims of improper venue or *forum non conveniens* in respect of such courts.

**Section 10.05 Benefit, Assignment, and Third-Party Beneficiaries.** Subject to provisions herein to the contrary, this Agreement shall inure to the benefit of and be binding upon the Parties and their respective legal representatives, successors and assigns; *provided, however*, that no Party may assign this Agreement without the prior written consent of the other Party except that Buyer may assign its rights, but not its liabilities or obligations, hereunder to a wholly owned subsidiary of Buyer (“**Buyer’s Subsidiary**”), that is licensed or otherwise eligible to own and operate a medical practice in the State of Tennessee and Buyer may collaterally assign its rights, but not its obligations, under this Agreement to any party that provides funding for the transactions hereunder as additional security for Buyer’s obligations to such party without the prior written consent of Seller. The Parties acknowledge that Buyer may assign ownership and title to certain of the Acquired Assets to certain designees of Buyer, such that more than one entity may own the Acquired Assets at Closing. **The Parties acknowledge and agree that CDS is the intended third party beneficiary of Seller’s rights and benefits under this Agreement, and may pursue against Buyer, its successors and assigns, in its own name, any rights or benefits conferred upon Seller by this Agreement. In addition, Seller may not, expressly or by implication, waive any rights under this Agreement to the detriment of CDS.**

**Section 10.06 Cost of Transaction.** Except as may be provided to the contrary elsewhere herein: (a) Buyer shall pay the fees, expenses and disbursements incurred by Buyer and its agents, representatives, accountants and counsel thereof in connection with the subject matter hereof and any amendments hereto; and (b) Seller shall pay the fees, expenses and disbursements incurred by Seller and its agents,

representatives, accountants and counsel thereof in connection with the subject matter hereof and any amendments hereto.

**Section 10.07 Waiver of Breach.** The waiver by any Party of a breach or violation of any provision of this Agreement shall not operate as, or be construed to constitute, a waiver of any subsequent breach of the same or any other provision hereof, and under no circumstances shall any waiver of any rights or benefits by Seller be attributed to CDS. Any agreement on the part of either Party to any such waiver shall be valid only if set forth in a written instrument executed and delivered by a duly authorized officer on behalf of such Party.

**Section 10.08 Notices.** All notices, requests, consents, claims, demands, waivers and other communications hereunder shall be in writing and shall be deemed to have been given (a) when delivered by hand (with written confirmation of receipt); (b) upon delivery to the addressee if sent by a nationally recognized overnight courier (receipt requested); (c) on the date sent by facsimile or e-mail of a PDF document (with confirmation of transmission) if sent during normal business hours of the recipient, and on the next Business Day if sent after normal business hours of the recipient or (d) on the third (3<sup>rd</sup>) day after the date mailed, by certified or registered mail, return receipt requested, postage prepaid. Such communications must be sent to the respective parties at the following addresses (or at such other address for a party as shall be specified in a notice given in accordance with this Section 10.08):

If to Seller: Capstone Pediatrics, PLLC  
1420 Donelson Pike, Suite B-17  
Nashville, TN 37214  
Phone: (615) 339-8110  
Fax: (877) 305-3637  
Attention: Jim Davis, Chief Restructuring Officer

with a copy to: Burr & Forman LLP  
222 Second Ave South, Suite 2000  
Nashville, TN 37201  
Phone: (615) 724-3215  
Fax: (615) 724-3315  
E-mail: dhouston@burr.com  
Attention: David W. Houston, IV

Puryear Law Group, PLLC  
104 Woodmont Blvd, Suite 201  
Nashville, TN 37205  
Phone: (615) 255-4859  
Fax: (615) 630-6602  
E-Mail: dpuryear@puryearlawgroup.com  
Attention: Daniel H. Puryear

If to Buyer: America Cares Trust (ACT)  
5655 Granny White Pike  
Brentwood, TN 37027  
Fax: (615) 298-1004  
E-mail: carenation@comcast.net  
Attention: Michael Gaw

with a copy to:

Smythe Huff & Murphy, PC  
1222 16<sup>th</sup> Avenue South  
Suite 301  
Nashville, TN 37212  
Phone: (615) 255-4849  
Fax: (615) 255-4855  
E-mail: mmurphy@smythehuff.com  
Attention: Matthew R. Murphy

**Section 10.09 Severability.** In the event any provision of this Agreement is held to be invalid, illegal or unenforceable for any reason and in any respect, such invalidity, illegality, or unenforceability shall in no event affect, prejudice or disturb the validity of the remainder of this Agreement, which shall be and remain in full force and effect, enforceable in accordance with its terms, unless the materiality of the stricken clause diminishes or invalidates the benefit and effect of this Agreement to the Parties and/or CDS as the intended third party beneficiary of the Seller..

**Section 10.10 Interpretation.** In the interpretation of this Agreement, except where the context otherwise requires, (a) “including” or “include” does not denote or imply any limitation, (b) “or” has the inclusive meaning “and/or”, (c) “and/or” means “or” and is used for emphasis only, (d) “\$” refers to United States dollars, (e) the singular includes the plural, and vice versa, and each gender includes each other gender, (f) captions or headings are only for reference and are not to affect the construction hereof or be considered in interpreting this Agreement, (g) “Section” refers to a section of this Agreement, unless otherwise stated in this Agreement, (h) “Exhibit” refers to an exhibit to this Agreement (which is incorporated herein by reference), unless otherwise stated in this Agreement, (i) “Schedule” refers to a schedule to this Agreement and incorporates any attachments thereto (which are incorporated herein by reference), unless otherwise stated in this Agreement, (j) all references to times are times in Nashville, Tennessee, (k) “day” refers to a calendar day unless expressly identified as a Business Day, and (l) “made available to Buyer” or similar phrases means information included in a virtual Data Room maintained by Seller to which Buyer and their representatives have had access prior to the Agreement Date or Closing Date, as applicable.

**Section 10.11 Public Disclosure.** Without the prior written consent of the other party, neither party will make any public disclosure or issue any press release pertaining to this Agreement, or to the acquisition contemplated herein, excepting only those disclosures which may be compelled by court order or are made to comply with the requirements of any law, governmental order or regulation, or as necessary to enforce the terms of this Agreement in any subsequent action brought by CDS.

**Section 10.12 Entire Agreement, Amendments and Counterparts.** This Agreement supersedes all previous contracts, agreements and understandings between the Parties regarding the subject matter hereof and constitutes the entire agreement existing between or among the Parties respecting the subject matter hereof and no Party shall be entitled to benefits other than those specified herein. As between or among the Parties, no oral statements or prior written material not specifically incorporated herein shall be of any force and effect, and neither Party is relying on any such oral statements or prior written material. All prior representations or agreements, whether written or oral, not expressly incorporated herein are superseded and no changes in or additions to this Agreement shall be recognized unless and until made in writing and signed by all Parties. This Agreement may be executed in counterparts, each and all of which shall be deemed an original and all of which together shall constitute but one and the same instrument. Signatures received via facsimile or other electronic transmission shall be accepted as originals. Notwithstanding any oral agreement or course of conduct of the Parties or their Representatives to the

contrary, no Party shall be under any legal obligation to enter into or complete the transactions contemplated hereby unless and until this Agreement shall have been executed and delivered by each Party.

**Section 10.13 Personal Liability.** This Agreement shall not create or be deemed to create or permit any personal Liability or obligation on the part of any direct or indirect equity holder of any Party or any officer, director, employee, investor or other Representative of any Party.

**Section 10.14 Disclosure Generally.** Notwithstanding anything to the contrary contained in the Article IV Schedules, the Article V Schedules or in this Agreement, the information and disclosures contained in any Article IV Schedule or Article V Schedule shall be deemed to be disclosed and incorporated by reference in any other Schedule as though fully set forth in such Article IV Schedule or Article V Schedule for which applicability of such information and disclosure is reasonably apparent on its face. The fact that any item of information is disclosed in any Article IV Schedule or Article V Schedule shall not be construed to mean that such information is required to be disclosed by this Agreement.

**Section 10.15 Time of Essence.** Time is of the essence with regards with all dates and time periods set forth or referred to in this Agreement.

[SIGNATURE PAGE FOLLOWS]

**IN WITNESS WHEREOF**, the parties hereto have caused this Agreement to be executed as of the date first written above by their respective officers thereunto duly authorized.

**SELLER:**

**CAPSTONE PEDIATRICS, PLLC, a  
Tennessee professional limited liability company**

By: 

Name: GABY GRIFFITH

Title: CEO / CMO

**BUYER:**

**AMERICA CARES TRUST (ACT) DBA  
CARENATION, a Tennessee nonprofit  
corporation**

By: \_\_\_\_\_

Name: \_\_\_\_\_

Title: \_\_\_\_\_

**IN WITNESS WHEREOF**, the parties hereto have caused this Agreement to be executed as of the date first written above by their respective officers thereunto duly authorized.

**SELLER:**

**CAPSTONE PEDIATRICS, PLLC**, a  
Tennessee professional limited liability company

By: \_\_\_\_\_  
Name: \_\_\_\_\_  
Title: \_\_\_\_\_

**BUYER:**

**AMERICA CARES TRUST (ACT) DBA  
CARENATION**, a Tennessee nonprofit  
corporation

By: Michael Gaw  
Name: Michael Gaw  
Title: Chairman

**SCHEDULE 2.01(g)**

**Approvals**

None.

**SCHEDULE 2.01(x)****Permits & Licenses**

<b>Certificate / Application Type</b>	<b>Name and Address / CLIA Number</b>	<b>Telephone #</b>	<b>Certificate Expiration Date</b>	<b>Lab Testing Performed In</b>
PPM	<b>CAPSTONE PEDIATRICS PLLC</b>  5247 HARDING PLACE  NASHVILLE, TN 37217  #44D0895838	(615) 610-4530	4/6/2021	Physician Office
Waiver	<b>CAPSTONE PEDIATRICS, PLLC</b>  5247 DUNLOP LANE, SUITE 102  CLARKSVILLE, TN 37040  #44D1004635	(931) 572-5310	2/28/2022	Physician Office
Waiver	<b>CAPSTONE PEDIATRICS, PLLC</b>  537 STONECREST PKWY STE 201  SMYRNA, TN 37167  #44D1025848	(615) 625 0270	1/18/2021	Physician Office

**SCHEDULE 2.01(y)**

**Assets**

See attached.

Ref #	Qty	Description	Make	Year	Approx RUSL (Years)	Model	Serial/VIN	Hours/Miles and Condition	FLV	OLV	FMV
Clarksville, 647 Dunlop Lane Suite 102, Clarksville, TN 37040											
1	LOT	Waiting Room Furniture; Small Round Tables, Chairs, Small Shelves and Small Padded Benches			0			Fair	125	150	225
2	LOT	Office Support Equipment to Include: Complete PC's, Laptop Computers, Various Printers, Paper Shredders and Phones			0			Fair	850	1,000	1,350
3	LOT	Office Furniture to Include: Various Ergonomic Desks w/Office/Desk Chairs, Trash Bins, Various File Cabinets, Various Shelving, Round Tables w/Chairs			0			Fair	375	425	550
4	LOT	Wooden Examination Tables			0			Fair	450	525	750
5	2	Metal Examination Table, Padded	PSS Millenium		5			Fair	350	400	600
6	2	Vaccine Refrigerator	Aegis		3	2-R-12G	6204913	Fair	800	1,000	1,500
7	1	Urinalysis Starter Kit	Urispec Plus		3		UR20012	Fair	40	60	100
9	1	Cholesterol Analyzer	Nere		5	412 00008	AA 169624	Fair	50	75	135
10	1	Blood Lead Analyzer	Magellan		5		WLC07762	Fair	275	300	450
11	1	Hemoglobin Analyzer	StanBio		5	3008-0031-6801	3008-14-2476	Fair	90	125	200
12	1	Transport Chair			3			Fair	60	75	100
13	1	Audiometer	Earscan		3	ES-AMN	22127	Fair	90	125	200
14	1	EKG Machine, Portable	Edan		3	SE-1200 Express		Fair	375	475	700
15	1	Mini Freezer	Whynter		3			Fair	40	50	75
16	LOT	Medical Clinic Support Equipment to Include: Scales, Baby Scales, Otopscopes, Blood Pressure Cuffs, Used Needle Containers, Portable Lamp			3			Fair	300	350	500
17	1	Refrigerator	Whirlpool		3	LFX20574ST /05	412TRAR1F848	Fair	250	350	500
18	1	Microwave			0			Fair	25	30	50
Administration, 1420 Donelson Pike, B-17, Nashville, TN 37217											
20	4	Vaccine Refrigerator	Aegis		3	2-R-12G		Fair	1,600	2,000	3,000
21	1	Reach In Refrigerator	Blue Air		3	BAGR24	LTR24-G12-0001	Fair	400	500	750
22	1	Ultracave Automatic Instrument Sanitizer	Ritter		5	M9-001		Fair	500	650	900
23	Lot	Various Mini Refrigerators						Fair	125	150	200
25	Lot	Various Racks and Shelving			0			Fair	350	400	600
26	Lot	Hand Towel Dispensers			0			Fair	175	200	300
27	Lot	Various Trash Bins			0			Fair	100	125	200
28	Lot	Various Medical Air Compressors			0			Fair	225	250	325
29	Lot	Various Computer Equipment to Include: PC Towers, Monitors, Various Copier/Printers, Laptop PC's, Ethernet Switch Ports, Surge Protectors			0			Fair	1,250	1,550	2,250
30	Lot	Various Audiometers			0			Fair	400	500	750
31	Lot	Office Furniture to Include: Various Ergonomic Desks w/Office/Desk Chairs, Trash Bins, Various File Cabinets, Various Shelving, Round Tables w/Chairs			0			Fair	1,250	1,500	2,000
32	Lot	Waiting Room Furniture; Small Round Tables, Chairs, Small Shelves and Small Padded Benches			0			Fair	125	150	250
33	Lot	Office Support Equipment to Include: Complete PC's, Laptop Computers, Mail Postage Meter, Digital Check Writer/Scanner, Various Printers, Paper Shredders and Phones			0			Fair	1,750	2,000	2,750
34	Lot	~30-Various Examination Tables			0			Fair	3,500	4,500	7,000
35	Lot	Medical Clinic Support Equipment to Include: Scales, Baby Scales, Otopscopes, Blood Pressure Cuffs, Used Needle Containers			0			Fair	850	1,000	1,500
36	1	Conference Table w/ Chairs			2			Fair	125	150	250
37	2	Refrigerators	Whirlpool		0			Fair	500	700	1,000
38	2	Microwave			0			Fair	50	70	100
Smyrna, 537 Stonecrest Pkwy, Smyrna, TN 37167											
39	LOT	Waiting Room Furniture: Small Round Tables, Chairs, Small Shelves and Small Padded Benches			0			Fair	175	200	275
41	LOT	Office Furniture to Include: Various Ergonomic Desks w/Office/Desk Chairs, Trash Bins, Various File Cabinets, Various Shelving, Round Tables w/Chairs			0			Fair	400	475	700
42	LOT	~15-Various Examination Tables			0			Fair	1,500	1,850	2,500
43	1	Urinalysis Starter Kit	Urispec Plus		5			Fair	40	60	100
44	1	Laboratory Centrifuge	Labcorp		5	642E		Fair	60	90	150
45	1	Cholesterol Analyzer	Nere		5	412 00008		Fair	50	75	135
46	1	Blood Lead Analyzer	Magellan		5			Fair	275	300	450

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Ref #	Qty	Description	Make	Year	Approx RUSL (Years)	Model	Serial/VIN	Hours/Miles and Condition	FLV	OLV	FMV
47	1	Hemoglobin Analyzer	Stanbio		5	3008-0031-6801		Fair	90	125	200
48	1	Audiometer	Earscan		5	ES-AMN		Fair	90	125	200
49	1	Vaccine Refrigerator	Aegis		5	2-R-12G		Fair	400	500	750
50	1	EKG Machine, Portable	Edan		5	SE-1200 Express		Fair	375	475	700
51	LOT	Medical Clinic Support Equipment to Include: Scales, Baby Scales, Otopscopes, Blood Pressure Cuffs, Used Needle Containers, Portable Lamp			3			Fair	475	550	750
53	1	Mini Refrigerator	GE		0			Fair	25	35	60
54	1	Mini Freezer	Edgestar		0			Fair	20	30	50
55	1	Refrigerator	Whirlpool		0	WRF560SEYM00	VS24499551	Fair	250	350	500
56	1	Microwave	LG		0			Fair	25	35	60
57	1	Single Cup Coffee Maker	Keurig		0			Fair	10	15	25
58	1	Electric Tea Kettle			0			Fair	5	10	15
59	1	Server Rack			0			Fair	50	60	75
Southern Hills, 5247 Harding Place, Nashville, TN 37217											
60	Lot	Waiting Room Furniture: Small Round Tables, Chairs, Small Shelves and Small Padded Benches			0			Fair	150	175	250
61	Lot	Office Support Equipment to Include: Complete PC's, Laptop Computers, Various Printers, Paper Shredders and Phones			0			Fair	1,050	1,250	1,750
62	Lot	Office Furniture to Include: Various Ergonomic Desks w/Office/Desk Chairs, Trash Bins, Various File Cabinets, Various Shelving, Round Tables w/Chairs			0			Fair	350	375	500
63	Lot	~25-Variou Examination Tables			0			Fair	2,750	3,250	4,500
64	1	Urinalysis Starter Kit	Urispec Plus		5			Fair	40	60	100
66	1	Cholesterol Analyzer	Alere		5	412 00008		Fair	50	75	135
67	1	Blood Lead Analyzer	Magellan		5			Fair	275	300	450
68	1	Hemoglobin Analyzer	Stanbio		5	3008-0031-680		Fair	90	125	200
69	1	Audiometer	Earscan		5	ES-AMN		Fair	90	125	200
70	1	Vaccine Refrigerator	Aegis		3	2-R-12G		Fair	400	500	750
71	1	EKG Machine, Portable	Edan		5	SE-1200		Fair	375	475	700
72	1	Newborn Hearing Screener System	Natus		5	Algo 5	D503597	Fair	375	475	700
73	1	Ultraclave Automatic Instrument Sanitizer	Ritter		5	M9-001		Fair	500	650	900
74	1	Mini Refrigerator	Frigidaire		3			Fair	25	35	60
75	1	Microscope	AusGENA		5			Fair	60	75	100
76	1	Hearing Test Booth Assembly Complete	Otometrics	2013	8			Fair	6,250	7,500	9,500
77	1	Transport Chair			3			Fair	60	75	100
78	Lot	Medical Clinic Support Equipment to Include: Scales, Baby Scales, Otopscopes, Blood Pressure Cuffs, Used Needle Containers, Portable Lamp			3			Fair	375	400	550
79	Lot	Janitorial Equipment to Include: Mop and Bucket, Broom and Dustpan, Vacuum Cleaners			0			Fair	100	125	200
80	1	Refrigerator	Whirlpool		0			Fair	250	350	500
Server Location, 425 Duke Lane, Franklin, TN 37067											
81	1	Server Rack and All Components	Dell/Windows	2013	0			Fair	2,275	3,575	4,750
								<b>TOTAL</b>	<b>39,535</b>	<b>49,120</b>	<b>69,525</b>

**SCHEDULE 2.02(p)**

**Excluded Commitments, Contracts, Leases and Agreements of Seller**

<b><u>Counterparty</u></b>	<b><u>Contract Description</u></b>
<b>ARHC GMCLKTN01, LLC</b> Represented by: Joshua L. Burgener Dickinson Wright PLLC 424 Church ST #800 Nashville, TN 37219	Lease of non-residential real property and improvements, located at 647 Dunlop Lane, Clarksville, TN
<b>SL Airpark, LLC</b> Represented by: Michael G. Abelow Sherrard Roe Voigt & Harbison, PLC 150 3rd Ave. South Ste 1100 NASHVILLE, TN 37201	Lease of non-residential real property and improvements, located at 4247 Harding Place, Nashville, TN
<b>SL Airpark, LLC</b> Represented by: Michael G. Abelow Sherrard Roe Voigt & Harbison, PLC 150 3rd Ave. South Ste 1100 NASHVILLE, TN 37201	Lease of non-residential real property and improvements, located at 1420 Donelson Pike, Suite B17, Nashville, TN 37217
<b>Four Plus Corporation</b> Represented by: Ryan K. Cochran Waller Lansden Dortch & Davis LLP 511 Union St., Ste. 2700 Nashville, TN 37219	Lease of non-residential real property and improvements, located at 537 Stonecrest Pkwy., Suite 201, Smyrna, TN
<b>Aetna</b> 11675 Great Oaks Way Alpharetta, GA 30022	Insurance Payor Agreement
<b>Aetna Health Inc.</b> 800 Crescent Center Dr. Franklin, TN 37067	Insurance Payor Agreement
<b>BrightHealth</b> 219 North 2nd Street Minneapolis, MN 55401	Insurance Payor Agreement
<b>Celtic Insurance Company</b> PO Box 5010 Farmington, MO 63640	Insurance Payor Agreement

<b>Cigna Health and Life Insurance Company</b> 100 Corporate Center Dr., Suite 500 Franklin, TN 37067	Insurance Payor Agreement
<b>Employers Health Network</b> 1304 East Woodhurst, Suite B Springfield, MO 65804	Insurance Payor Agreement
<b>HealthSpring</b> 44 Vantage Way, Suite 300 Nashville, TN 37228	Insurance Payor Agreement
<b>Humana Health Insurance</b> PO Box 14611 Lexington, KY 40512	Insurance Payor Agreement
<b>MISSIONPOINT HEALTH PARTNERS (ASCENSION CARE MANAGEMENT)</b> 523 Mainstream Dr. Nashville, TN 37228	Insurance Payor Agreement
<b>MultiPlan Inc.</b> 115 Fifth Avenue New York, NY 10003	Insurance Payor Agreement
<b>Oscal Insurance Company</b> PO Box 52146 Phoenix, AZ 85072	Insurance Payor Agreement
<b>PHCS</b> 3200 West End Avenue Nashville, TN 37203	Insurance Payor Agreement
<b>PracticeSuite, Inc.</b> 37600 Central Court #260 Newark, CA 94560	Professional Services Agreement dated May 29, 2018
<b>Prine Health Services</b> 331 Mallory Station Rd. Franklin, TN 37067	Insurance Payor Agreement
<b>Signature Health Alliance, Inc.</b> 706 Church Street, Suite 500 Nashville, TN 37203	Insurance Payor Agreement

**SCHEDULE 2.02(w)**

**Other Excluded Assets**

None.

**SCHEDULE 2.04(c)**

**Liabilities of Seller Related to Employees**

None.

**SCHEDULE 2.05(a)****Available Contracts**

<b><u>Counterparty</u></b>	<b><u>Contract Description</u></b>	<b><u>Assumed/Excluded Contract</u></b>
<b>Aetna</b> 11675 Great Oaks Way Alpharetta, GA 30022	Insurance Payor Agreement	Excluded
<b>Aetna Health Inc.</b> 800 Crescent Center Dr. Franklin, TN 37067	Insurance Payor Agreement	Excluded
<b>AMERIGROUP Tennessee, Inc.</b> 22 Century Blvd, Suite 2200 Nashville, TN 37214	Insurance Payor Agreement	Assumed
<b>Blue Cross Blue Shield of TN</b> 1 Cameron Circle Chattanooga, TN 37403	Insurance Payor Agreement	Assumed
<b>BlueCare</b> 1 Cameron Circle Chattanooga, TN 37403	Insurance Payor Agreement	Assumed
<b>BlueCross BlueShield of Tennessee</b> 2300 West End Ave. #102 Nashville, TN 34203	Insurance Payor Agreement	Assumed
<b>BlueCross BlueShield of Tennessee</b> 1 Cameron Circle Chattanooga, TN 37402	Insurance Payor Agreement	Assumed
<b>BrightHealth</b> 219 North 2nd Street Minneapolis, MN 55401	Insurance Payor Agreement	Excluded
<b>Celtic Insurance Company</b> PO Box 5010 Farmington, MO 63640	Insurance Payor Agreement	Excluded
<b>Cigna Health and Life Insurance Company</b> 100 Corporate Center Dr., Suite 500 Franklin, TN 37067	Insurance Payor Agreement	Excluded
<b>Employers Health Network</b> 1304 East Woodhurst, Suite B Springfield, MO 65804	Insurance Payor Agreement	Excluded

<b>HealthSpring</b> 44 Vantage Way Suite 300 Nashville, TN 37228	Insurance Payor Agreement	Excluded
<b>Humana Health Insurance</b> PO Box 14611 Lexington, KY 40512	Insurance Payor Agreement	Excluded
<b>Missionpoint Health Partners (Ascension Care Management)</b> 523 Mainstream Dr. Nashville, TN 37228	Insurance Payor Agreement	Excluded
<b>MultiPlan Inc.</b> 115 Fifth Avenue New York, NY 10003	Insurance Payor Agreement	Excluded
<b>Oscal Insurance Company</b> PO Box 52146 Phoenix, AZ 85072	Insurance Payor Agreement	Excluded
<b>PHCS</b> 3200 West End Avenue Nashville, TN 37203	Insurance Payor Agreement	Excluded
<b>PracticeSuite, Inc.</b> 37600 Central Court #260 Newark, CA 94560	Professional Services Agreement dated May 29, 2018	Excluded
<b>Prine Health Services</b> 331 Mallory Station Rd. Franklin, TN 37067	Insurance Payor Agreement	Excluded
<b>Signature Health Alliance, Inc.</b> 706 Church Street, Suite 500 Nashville, TN 37203	Insurance Payor Agreement	Excluded
<b>United Healthcare Services</b> 8 Cadillac Dr., #10 Brentwood, TN 37027	Insurance Payor Agreement	Assumed
<b>UnitedHealthcare Plan of River Valley Inc.</b> 10 Cadillac Dr., Suite 200 Brentwood, TN 37027	Insurance Payor Agreement	Assumed

**SCHEDULE 4.01(b)**

**Required Approvals and/or Consents of Governmental Authorities of Seller**

None.

**SCHEDULE 4.03(a)**

**Acquired Assets Not in the Sole Custody or Control of Seller**  
**(Other than the Permitted Encumbrances)**

None.

**SCHEDULE 4.04**

**Material Contracts**

None.

**SCHEDULE 4.05(a)**

**Insurance Policies**

None.

**SCHEDULE 4.06(a)**

**Employees and Employee Matters**

N/A

**SCHEDULE 4.07**

**Seller's Plans and ERISA**

None.

**SCHEDULE 5.01(b)**

**Required Approvals and/or Consents of Governmental Authorities of Buyer**

None.

**SCHEDULE 7.02(b)**

**Required Governmental Approvals**

None.

This Order has been electronically signed. The Judge's signature and Court's seal appear at the top of the first page.  
United States Bankruptcy Court.

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